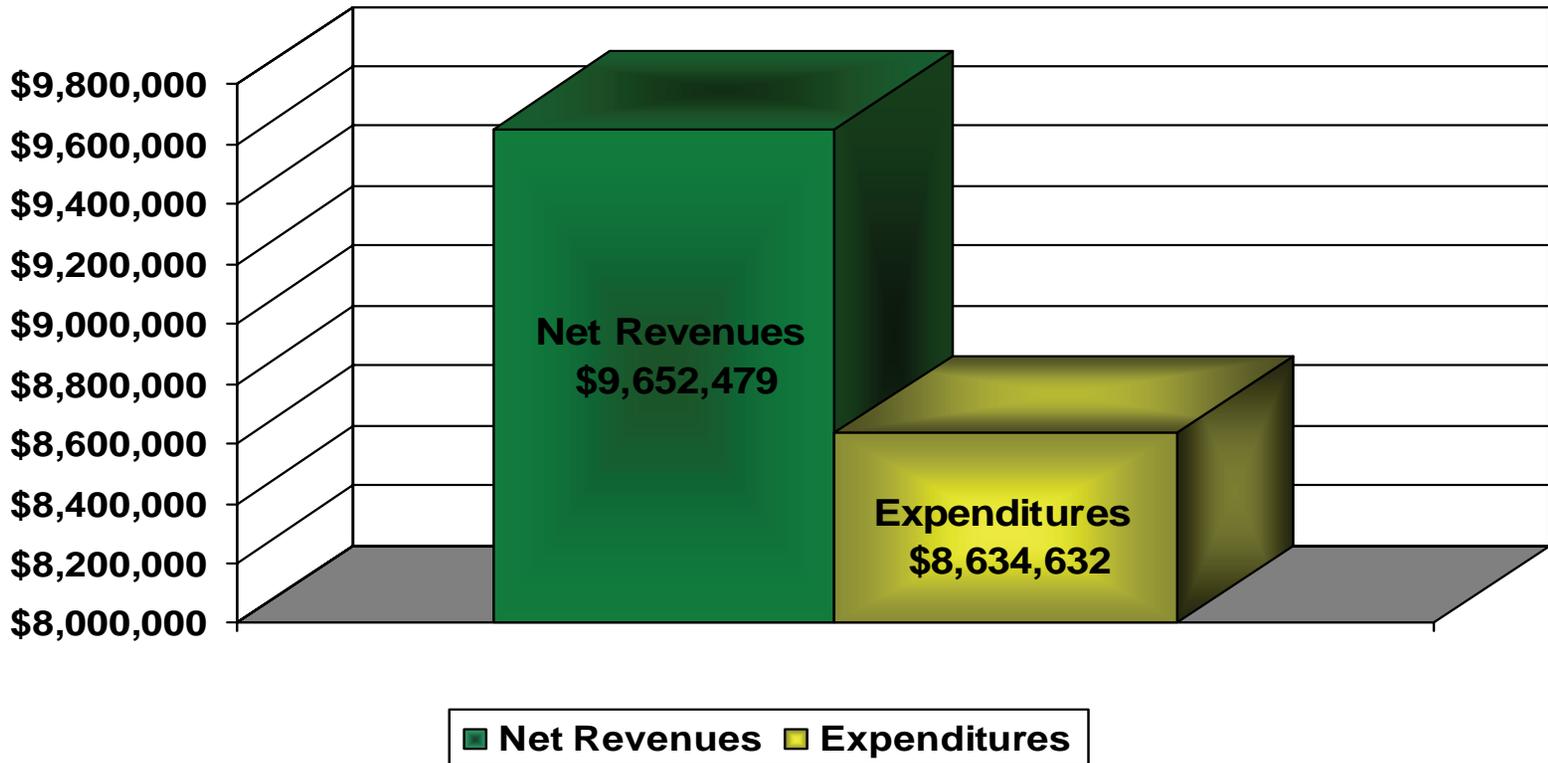
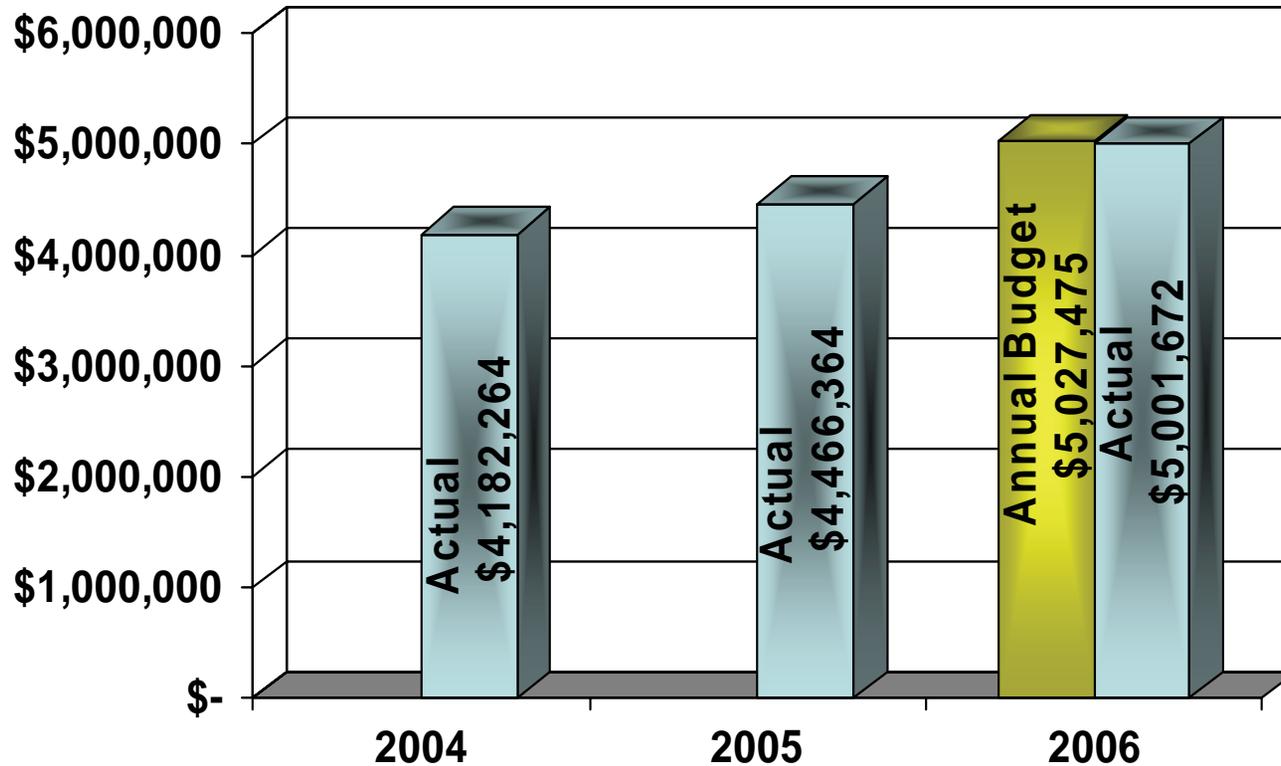


# City of Copperas Cove General Fund Revenues vs. Expenditures FYTD (October through June)



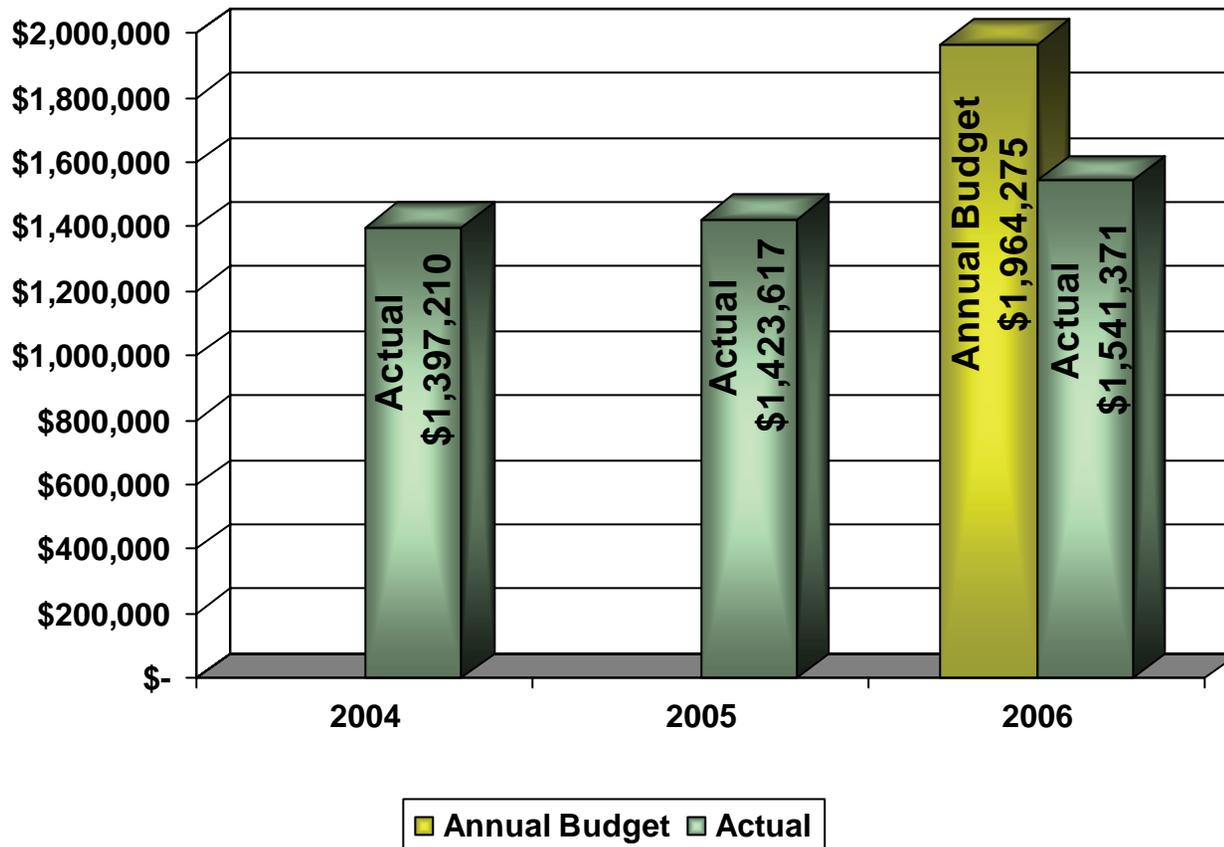
# City of Copperas Cove General Fund Property Tax Revenue Trends FYTD (October - June)



- Property Tax revenues through 6/30/06 were \$5,001,672
- \$535,308 or 11.99% above revenues through 6/30/05.

■ Annual Budget ■ Actual

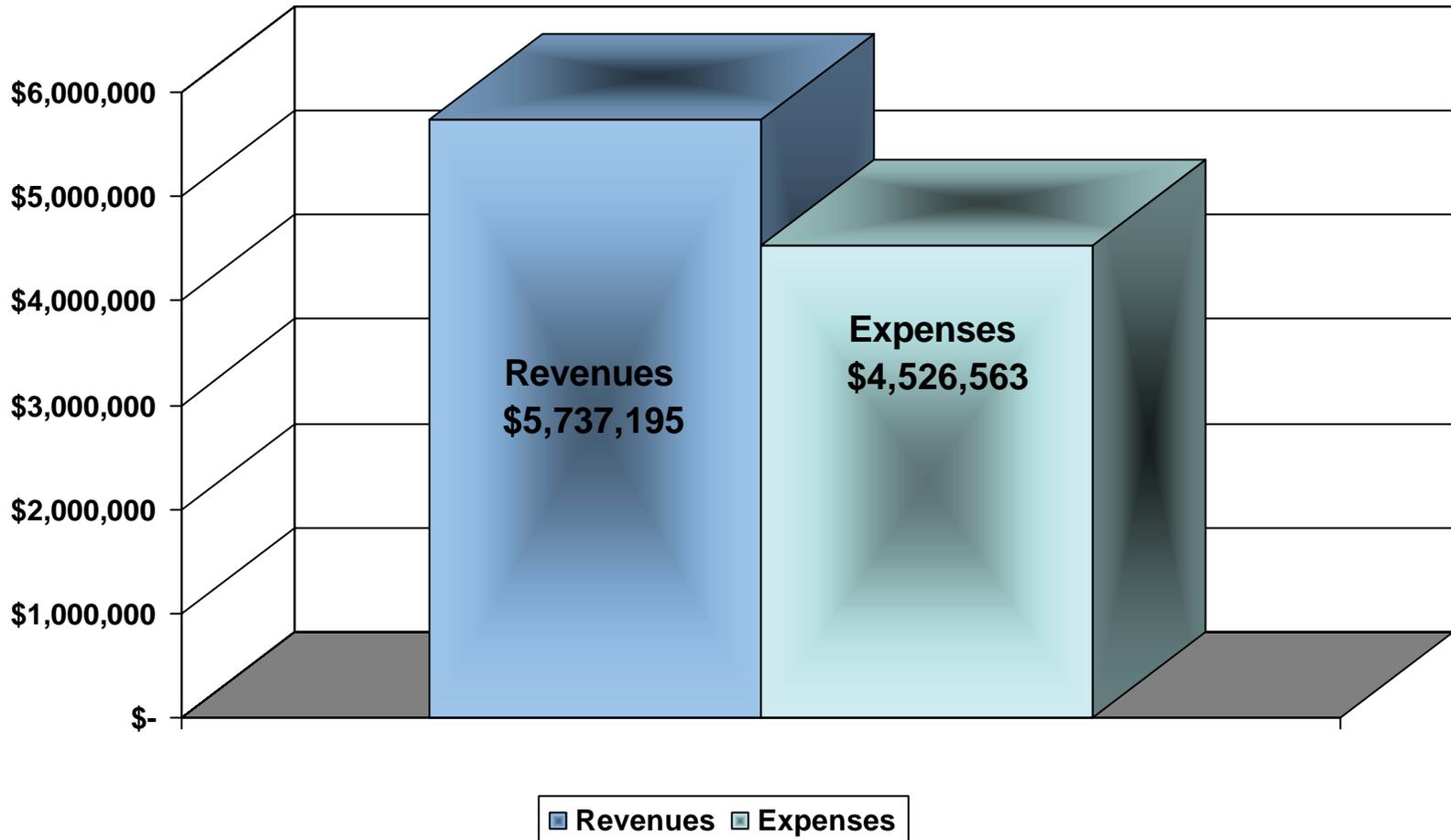
# City of Copperas Cove Sales Tax Revenue Trends FYTD (October through June)



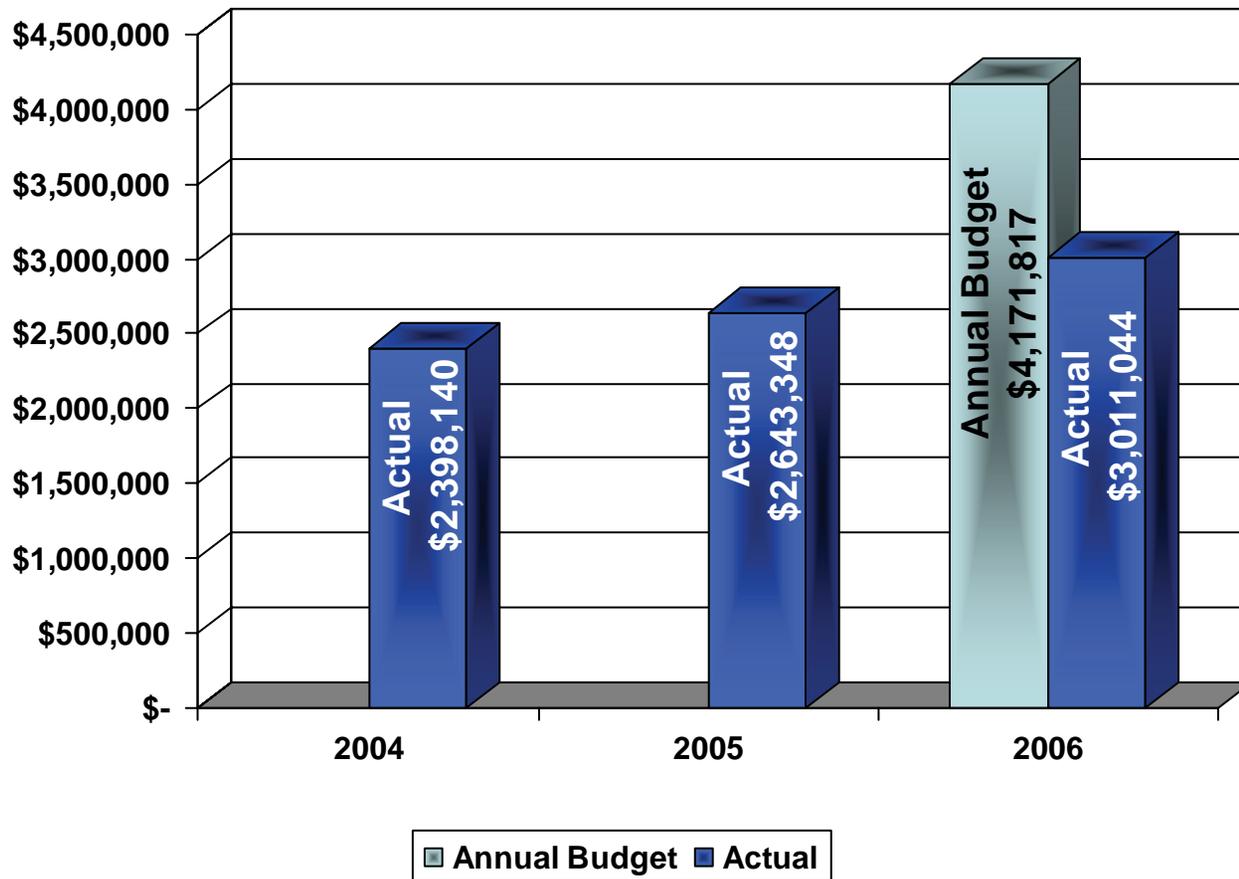
➤ Sales Tax Revenues through 6/30/06 were \$1, 1,541,371

➤ \$117,754 or 8.27% above Sales Tax Revenues through 6/30/05.

# City of Copperas Cove Water & Sewer Fund Revenues vs. Expenses FYTD (October through June)

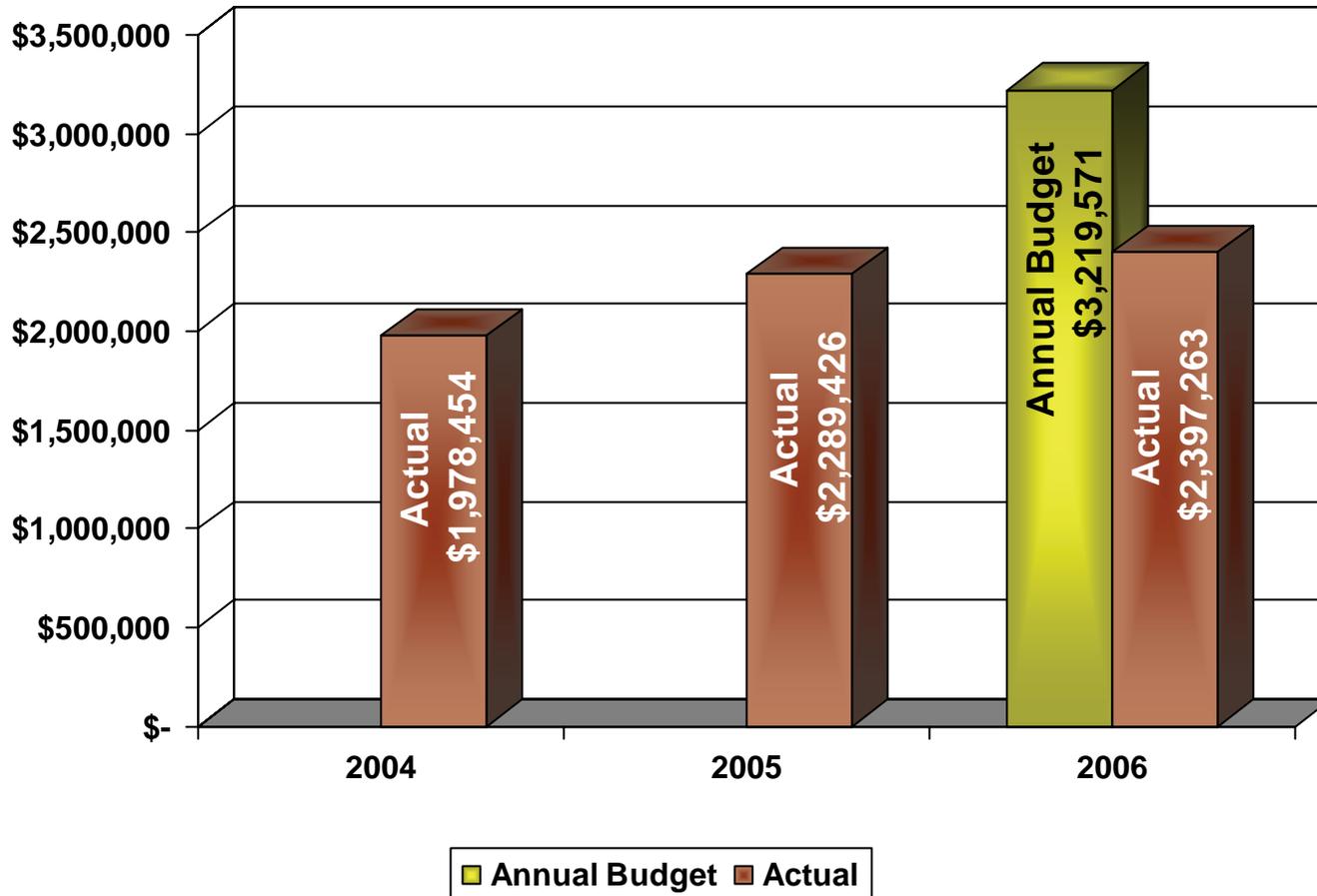


# City of Copperas Cove Water Revenue Trends FYTD (October through June)



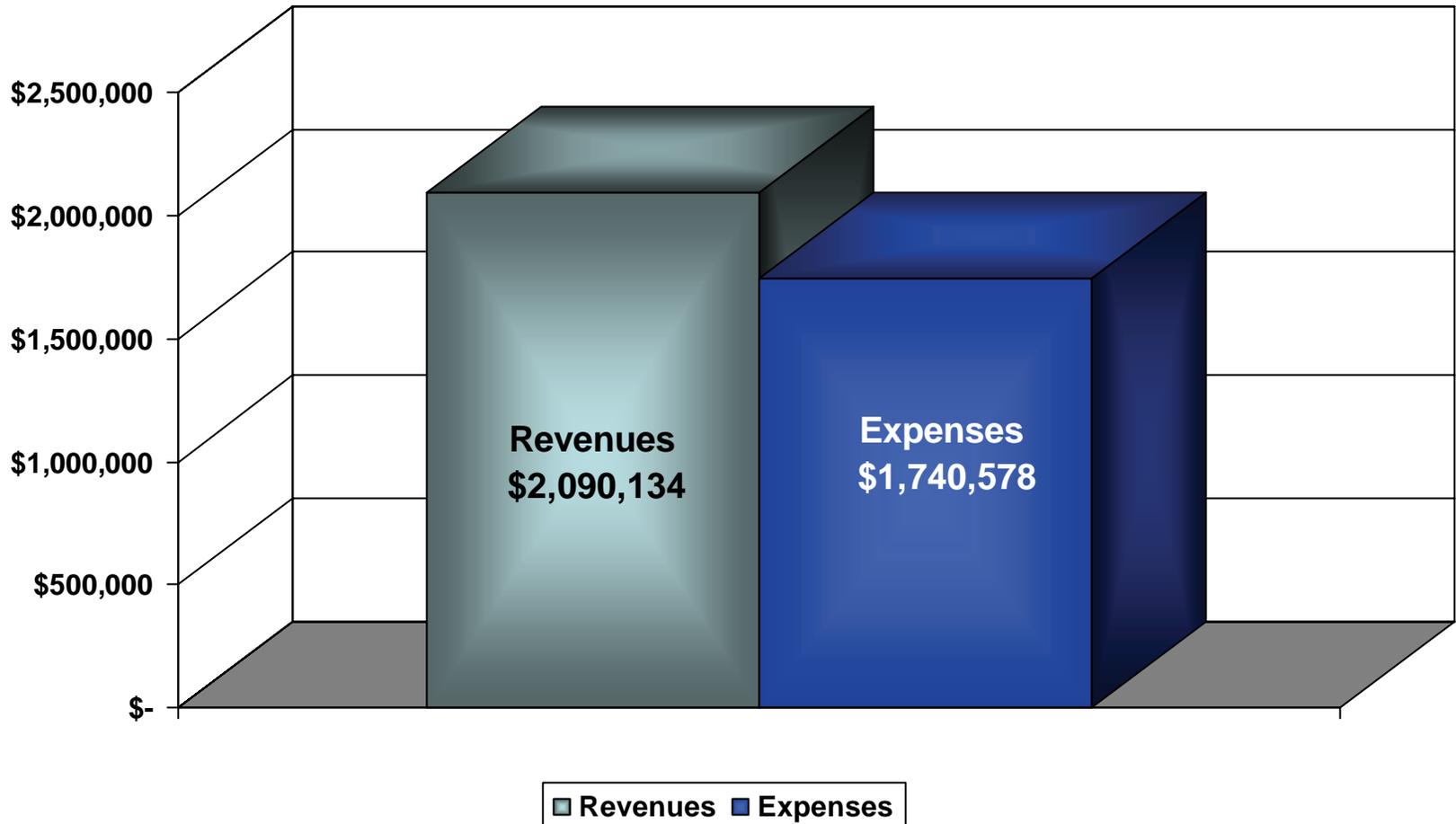
- Water Revenues through 6/30/06 were \$3,011,044
- \$367,696 or 13.91% above revenues through 6/30/05.

# City of Copperas Cove Sewer Revenues FYTD (October through June)

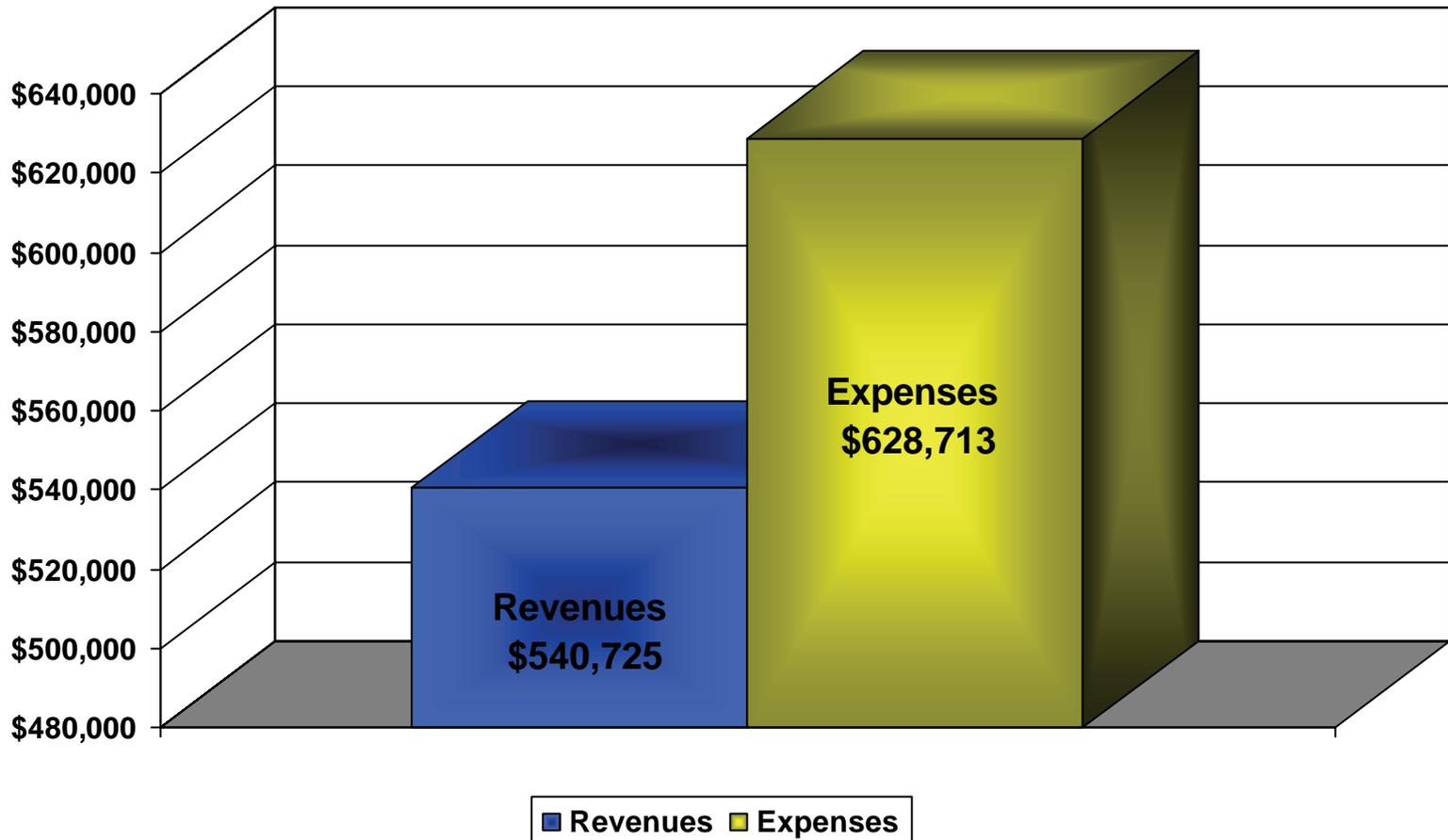


- Sewer Revenues through 6/30/06 were \$2,397,263
- \$107,837 or 4.71% above revenues through 6/30/05.

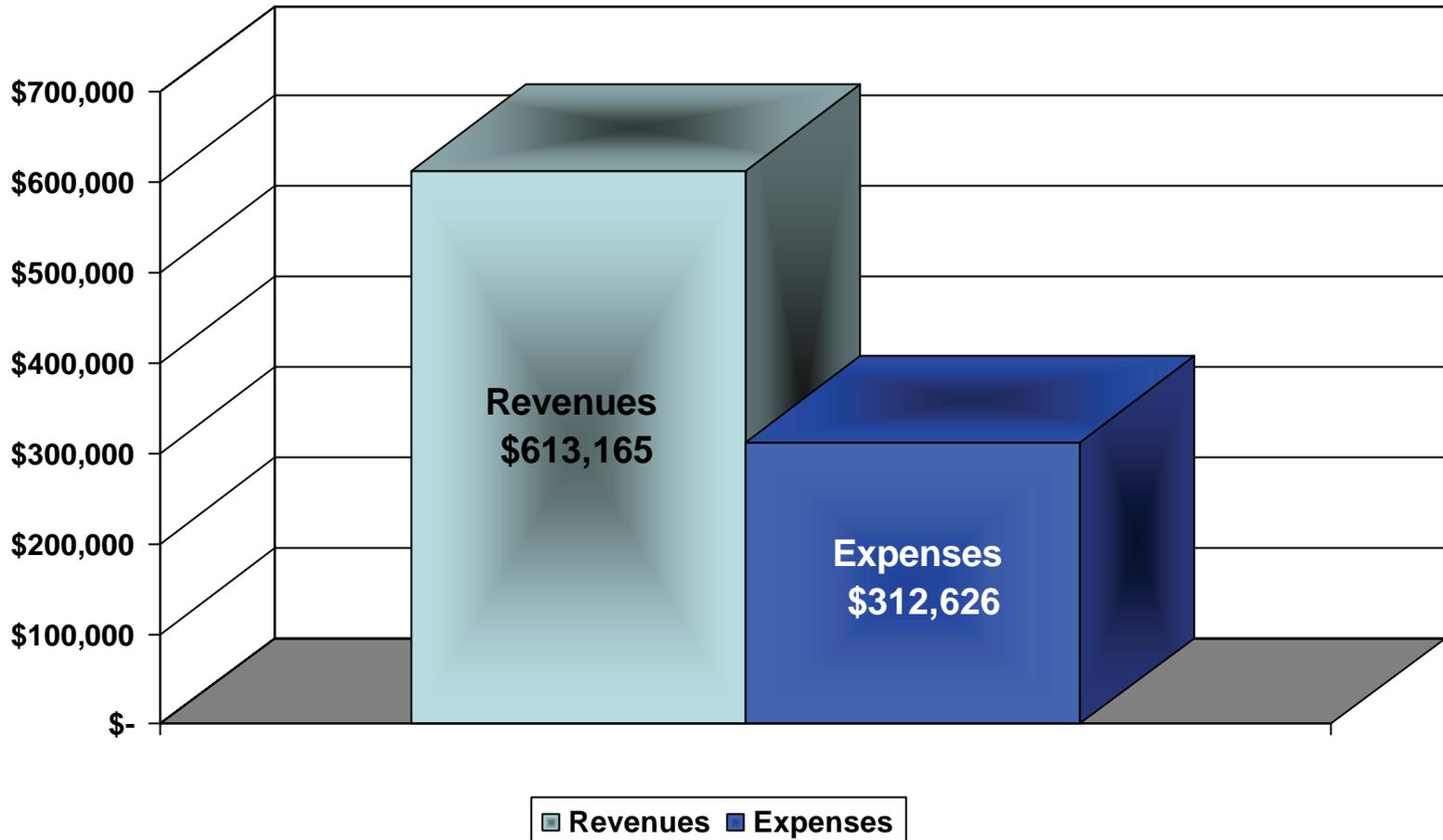
# City of Copperas Cove Solid Waste Fund Revenues vs. Expenses FYTD (October through June)



# City of Copperas Cove Golf Course Fund Revenues vs. Expenses FYTD (October through June)



# City of Copperas Cove Drainage Fund Revenues vs. Expenses FYTD (October through June)



**CITY OF COPPERAS COVE**  
**MONTHLY COUNCIL REPORT**  
**SCHEDULE OF CASH ACCOUNTS AND INVESTMENTS (By Account)**  
**As of June 30, 2006 (FY 2005-06)**

**FUNDS IN INVESTMENT POOLS**

TEXSTAR	\$ 7,498,575.67
TEXPOOL	<u>11,085,016.83</u>
<b>Subtotal on Funds in Investment Pools</b>	<b>\$ <u>18,583,592.50</u></b>

**CHECKING ACCOUNTS**

1988 W&S Bond	\$0.00
1994 Fire G.O. Bond Issue	0.00
1994 Fire Station Retainage	0.00
1994 Landfill C O's	0.00
Caddy Shack - Pool Account	0.00
Drainage Utility Reserve	0.00
G.O. Bonds Interest & Sinking	0.00
Master Account	850,349.65
Payroll	846.20
Rental Rehab	14,539.34
Golf Course	0.00
State Revolving Fund 1994	0.00
State Revolving Fund 1994 - Cash in Escrow	0.00
W & S Interest & Sinking	0.00
Water & Sewer Revenue	0.00
Law Enforcement Block Grant	20,274.95
Certificate of Obligations Series 1997	0.00
Solid Waste Interest & Sinking	0.00
Library Retainage	0.00
Pending Forfeitures	8,676.10
Small Business Revolving Loan Fund	0.00
1998 G.O. Bond Issue	0.00
1998 G.O. Bond Issue Retainage	0.00
1998 C.O. Bond Issue Retainage	0.00
Community Development	<u>0.00</u>
<b>Subtotal Checking Accounts</b>	<b>\$894,686.24</b>

**SAVINGS ACCOUNTS (Per Quarterly Stmt)**

Subdivision Escrow	<u>2,510.11</u>
<b>Subtotal Savings Accounts</b>	<b>\$2,510.11</b>

**TOTAL INVESTMENTS & CASH ACCOUNTS**

\$19,480,788.85

**CITY OF COPPERAS COVE**  
**MONTHLY COUNCIL REPORT**  
**SCHEDULE OF CASH ACCOUNTS AND INVESTMENTS (By Fund)**  
**As of June 30, 2006 (FY 2005-06)**

<b>FUND</b>	<b>TOTAL CASH &amp; INVESTMENTS</b>
General Fund	\$4,624,447.41
Water & Sewer Fund	3,180,769.97
Solid Waste Fund	610,096.93
Youth Activity Fund	114,683.98
Drainage Utility Fund	870,261.55
Cemetery Fund	32,972.06
General Obligation Interest & Sinking Fund	868,139.10
Curb & Gutter Assessment Fund	2,452.67
Municipal Golf Course Fund	(31,632.74)
Small Business Revolving Loan Fund	122,551.83
Library Gifts & Memorials Fund	9,466.84
Hotel/Motel Tax Fund	122,700.18
Animal Shelter Donations Fund	2,298.24
Police Court Order Fund	-
Abandoned Vehicle Auction Fund	1,076.91
Fire Special Revenue Fund	7,168.46
Joint Image Campaign	24,950.62
Tx. Parks & Wildlife Grant	423.58
Municipal Court Fund	192,392.63
Police Restricted Fund	8,678.98
Police Federal Seizure Fund	2,104.23
Fire/EMS Loan	37,853.05
County Mutual Aid Agreement	40,200.31
1997 Combination Tax & Revenue C/O's (Golf Course; Library)	26,677.53
1997 CO's Golf Course Phase 1	1,209.68
Law Enforcement Block Grant Fund	20,274.95
Fire Department Grant Fund	11,097.49
Library Grant Fund	9,151.46
Step Grant	3,306.65
Tobacco Grant	1,564.86
FM 1113 Grant	80,690.83
1994 WW/SS Revene Bonds	-
EDA Industrial Park	34,757.74
2005 Certificates of Obligation (Water Projects)	2,993,978.23
1998 Park Improvements G.O.	422.03
1998 Combination Tax & Revenue C/O's (Street; Compost)	3,531.30
1999 Combination Tax & Revenue C/O's (Golf Course)	2,034.57
1999 Combination Tax & Revenue C/O's (Animal Control; Municipal Court)	221.55
1999 Combination Tax & Revenue C/O's (Water/Wastewater Phase I CIP)	-
1999 Combination Tax & Revenue C/O's (Solid Waste Vehicles & Equip.)	10,266.89
2001 Combination Tax & Revenue C/O's (Capital Equip. & Improvements)	270,384.90
2001 Combination Tax & Revenue C/O's (Water/Wastewater Phase II CIP)	662,563.96
2003 Combination Tax & Revenue C/o's (Capital Equip. & Improvements)	1,560,015.03
2003 Combination Tax & Revenue C/O's (Water/Wastewater Phase III CIP)	2,944,582.41
<b>TOTAL CASH &amp; INVESTMENTS</b>	<b><u>\$19,480,788.85</u></b>

RECAP OF CASH & INVESTMENTS:

INVESTMENTS IN TEXPOOL	\$ 11,085,016.83
INVESTMENTS IN TEXSTAR	7,498,575.67
CASH IN BANK	<u>\$897,196.35</u>
<b>TOTAL CASH &amp; INVESTMENTS</b>	<b><u>\$19,480,788.85</u></b>

**CITY OF COPPERAS COVE**  
**INVESTMENT SCHEDULE**  
**As of June 30, 2006 (FY 2005-06)**

As of June 30, 2006, the City of Copperas Cove's investment portfolio was made up of investments in TEXPOOL, TEXSTAR and bank deposits with the City's local depository. This portfolio accomplishes the objective of maintaining liquidity while earning a modest yield on invested taxpayers dollars.

<b>TEXPOOL Investments</b>	<b>Market Value 05/31/06</b>	<b>Investments</b>	<b>Redemptions</b>	<b>Accrued Interest</b>	<b>Book Value 06/30/06</b>	<b>Market Value 06/30/06</b>
General Fund	\$ 4,494,449.51	\$ 263,473.00	\$ 413,473.00	\$ 18,456.51	\$ 4,362,906.02	\$ 4,362,906.02
Water & Sewer Fund	2,645,348.57	225,421.00	-	11,802.65	2,882,572.22	2,882,572.22
Solid Waste Fund	592,679.80	12,586.00	-	2,488.44	607,754.24	607,754.24
Drainage Utility Fund	811,628.01	25,466.00	-	3,441.55	840,535.56	840,535.56
Interest & Sinking Fund	860,488.57	-	-	3,537.70	864,026.27	864,026.27
Youth Activities Fund	111,221.29	-	5,000.00	453.76	106,675.05	106,675.05
Cemetery Fund	33,124.21	-	500.00	136.11	32,760.32	32,760.32
Golf Course Interest & Sinking	0.33	-	-	-	0.33	0.33
Small Business Revolving Loan Fund	122,050.03	-	-	501.80	122,551.83	122,551.83
Hotel/Motel Fund	134,922.95	-	12,809.36	545.76	122,659.35	122,659.35
Tx. Parks & Wildlife-Clear Creek Trail	421.82	-	-	1.76	423.58	423.58
Municipal Court Special Revenue Fund	192,426.56	-	1,699.31	789.93	191,517.18	191,517.18
1997 C/O Fund	1,204.78	-	-	4.90	1,209.68	1,209.68
1998 G.O. Bond Fund	420.27	-	-	1.76	422.03	422.03
1998 C/O Bond Fund	3,516.84	-	-	14.46	3,531.30	3,531.30
1999 C/O Bond Fund (Animal Control, etc.)	220.65	-	-	0.90	221.55	221.55
1999 C/O Bond Fund (Golf Course)	2,026.21	-	-	8.36	2,034.57	2,034.57
1999 C/O Bond Fund (Solid Waste)	10,224.83	-	-	42.06	10,266.89	10,266.89
2001 C/O Bond Fund (Governmental)	269,277.82	-	-	1,107.08	270,384.90	270,384.90
2001 C/O Bond Fund (W&S Phase II)	729,388.50	-	69,783.82	2,959.28	662,563.96	662,563.96
<b>Total TEXPOOL Investments</b>	<b>\$ 11,015,041.55</b>	<b>\$ 526,946.00</b>	<b>\$ 503,265.49</b>	<b>\$ 46,294.77</b>	<b>\$ 11,085,016.83</b>	<b>\$ 11,085,016.83</b>

<b>TEXSTAR Investments</b>	<b>Market Value 05/31/06</b>	<b>Investments</b>	<b>Redemptions</b>	<b>Accrued Interest</b>	<b>Book Value 06/30/06</b>	<b>Market Value 06/30/06</b>
2003 C/O Project Fund (Governmental)	\$ 1,581,916.58	\$ -	\$ 28,390.96	\$ 6,489.41	\$ 1,560,015.03	\$ 1,560,015.03
2003 C/O Project Fund (W&S Phase III)	3,234,340.53	-	302,854.79	13,096.67	2,944,582.41	2,944,582.41
EDA Grant	-	-	-	-	-	-
2005 C/O Project Fund (Water Projects)	3,057,450.62	-	76,000.00	12,527.61	2,993,978.23	2,993,978.23
<b>Total TEXSTAR Investments</b>	<b>\$ 7,873,707.73</b>	<b>\$ -</b>	<b>\$ 407,245.75</b>	<b>\$ 32,113.69</b>	<b>\$ 7,498,575.67</b>	<b>\$ 7,498,575.67</b>

<b>Total Investments</b>	<b>\$ 18,888,749.28</b>	<b>\$ 526,946.00</b>	<b>\$ 910,511.24</b>	<b>\$ 78,408.46</b>	<b>\$ 18,583,592.50</b>	<b>\$ 18,583,592.50</b>
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**This report is in compliance with the investment strategies as approved and the Public Funds Investment Act.**

\_\_\_\_\_  
 Andrea Gardner  
 Assistant City Manager/Director of Finance

\_\_\_\_\_  
 Christine Julius  
 Assistant Director of Finance

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
GENERAL FUND**

**As of June 30, 2006 (FY 2005-06)**

Description	Adopted Budget	Current Month June 2006	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Designated	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	
Unreserved, Undesignated	1,933,013	3,594,929	1,921,070	
<b>TOTAL BEG. FUND BALANCE</b>	<b>\$ 2,933,013</b>	<b>\$ 4,594,929</b>	<b>\$ 2,921,070</b>	
<b>GENERAL FUND REVENUE</b>				
<b>Taxes</b>				
Current Ad Valorem Taxes	\$ 5,027,475	\$ 17,507	\$ 5,001,672	99.49%
Delinquent Ad Valorem Taxes	55,000	2,885	40,981	74.51%
Penalty & Interest	35,000	3,247	32,167	91.90%
Sales Tax	1,964,275	206,484	1,541,371	78.47%
Franchise Tax	1,102,500	0	425,204	38.57%
TXU Settlement	35,633	0	35,633	100.00%
Mixed Drink Tax	16,300	0	10,703	65.66%
Bingo Tax	66,000	0	63,509	96.23%
Wrecker Impound Charges	4,500	390	3,440	76.44%
Fuel Refund Claim	750	0	0	0.00%
Used Oil Revenue-Safety Clean	275	0	175	0.00%
<b>Subtotal Taxes</b>	<b>\$ 8,307,708</b>	<b>\$ 230,513</b>	<b>\$ 7,154,855</b>	<b>86.12%</b>
<b>Licenses &amp; Permits</b>				
License-Bicycle	\$ 100	\$ 15	\$ 19	19.20%
License-Contractors	30,000	480	30,665	102.22%
License-Animal	3,200	380	2,875	89.84%
License-Bail Bondsmen	600	0	0	0.00%
Permits-Building	60,000	8,340	67,443	112.41%
Permits-House Moving	0	0	50	0.00%
Permits - Street Cuts	6,000	480	5,482	91.37%
Permits-Electrical	20,000	2,020	15,595	77.98%
Permits-Solicitors	2,000	75	1,580	0.00%
Permits-Natural Gas Lines	2,000	110	1,203	60.13%
Permits-Garage Sales	6,500	1,260	5,714	87.91%
Permits-Plumbing	20,000	3,376	23,479	117.39%
Permits-Mechanical	13,000	1,700	12,265	94.35%
License-Taxicabs	360	0	360	100.00%
Permits-Video	0	0	0	0.00%
Permits-Car Wash	500	90	315	63.00%
Permits-Signs	700	150	550	78.57%
Permits-Swimming Pools	650	120	595	91.54%
Permit-Ambulance License	2,200	0	0	0.00%
Wrecker License	425	0	415	97.65%
Permit-Certificate of Occupancy	1,500	305	1,335	89.00%
Permits-Mobile Home Parks	250	0	0	0.00%
Permits-Beverage Cartage	0	0	0	0.00%
Permits-Alarms	2,000	100	1,380	0.00%
False Alarm Penalties	200	250	430	0.00%
Permits-Alcohol License	0	0	450	0.00%
Senior Center Revenue	0	0	5,000	0.00%
Permits-Well/Gas Drilling	0	400	400	0.00%
<b>Subtotal Licenses &amp; Permits</b>	<b>\$ 172,185</b>	<b>\$ 19,651</b>	<b>\$ 177,599</b>	<b>103.14%</b>
<b>Services &amp; Charges</b>				
Swimming Pool Receipts	\$ 29,000	\$ 20,075	\$ 24,088	83.06%

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
GENERAL FUND**

**As of June 30, 2006 (FY 2005-06)**

Description	Adopted Budget	Current Month June 2006	Total Year to Date	Percent Year to Date
Community Building Rental	18,000	1,825	14,150	78.61%
Misc. Library Receipts	11,000	1,441	10,278	93.43%
Animal Shelter Fees	32,000	3,438	23,562	73.63%
Ambulance Fee Revenue	450,000	35,885	380,082	84.46%
Ambulance Fee Revenue- Intermedix	0	22,815	22,815	0.00%
Copy Machines	4,500	448	4,074	90.54%
Mowing Revenue	25,000	1,863	19,012	76.05%
Sale of City Maps	100	4	126	126.00%
Service Charge-NSF Checks	10,200	800	6,925	67.89%
Plat Filing Fee Revenue	6,000	650	8,150	135.83%
RV Park Fees	9,000	905	8,290	92.11%
Police Escort Fees	0	0	0	0.00%
Police Auction	1,500	0	0	0.00%
Contract Fire Revenue	4,500	0	558	12.40%
Police Overtime Reimbursement	25,000	284	17,488	69.95%
Police Restitution Revenue	3,000	15	1,106	36.88%
Festival Reimbursements	12,500	0	12,814	102.51%
Special Events-Seniors	1,000	20	830	83.00%
Library Meeting Room Rental	500	30	560	112.00%
Open Records Revenue	500	132	3,833	766.64%
Senior Games	200	0	0	0.00%
Fax Machine Fees	0	59	432	0.00%
Pool Rental Revenue	2,000	800	2,265	0.00%
Contract EMS Revenue	0	50	2,100	
Micro Chip of Animals Revenue	0	256	256	0.00%
<b>Subtotal Services &amp; Charges</b>	<b>\$ 645,500</b>	<b>\$ 91,793</b>	<b>\$ 563,793</b>	<b>87.34%</b>
<b>Fines &amp; Forfeitures</b>				
Municipal Court Fines	\$ 160,000	\$ 10,536	\$ 104,344	65.21%
Traffic Violation Fines	450,000	30,813	230,688	51.26%
Library Fines	17,000	1,983	12,306	72.39%
Arrest Warrant Income	128,623	8,637	71,052	55.24%
Child Safety Fund	10,165	965	10,663	104.90%
City's % of State Court Fines	53,350	0	37,394	70.09%
HB 70 Fees	16,311	1,059	7,465	45.77%
Arresting Officer Fees	25,000	2,449	17,800	71.20%
City's % Improved Efficiency	0	0	0	0.00%
CCISD Liaison Funding	93,850	23,463	70,388	75.00%
Admin Fee-Teen Court	1,700	120	1,090	64.12%
Admin Fee-Defensive Driving	8,480	900	6,090	71.82%
Rezone Request Fees	800	600	2,400	300.00%
Variance Request Fees	500	0	220	44.00%
<b>Subtotal Fines &amp; Forfeitures</b>	<b>\$ 965,779</b>	<b>\$ 81,524</b>	<b>\$ 571,901</b>	<b>59.22%</b>
<b>Administration Reimb.</b>				
Admin. Reimb.-W & S Fd	\$ 795,000	\$ 66,250	\$ 596,250	75.00%
Admin. Reimb.-Solid Waste Fd	378,000	31,500	283,500	75.00%
Admin. Reimb.-Drainage Utility Fd	80,000	6,667	60,000	75.00%
<b>Subtotal Admin. Reimb.</b>	<b>\$ 1,253,000</b>	<b>\$ 104,417</b>	<b>\$ 939,750</b>	<b>75.00%</b>

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
GENERAL FUND**

**As of June 30, 2006 (FY 2005-06)**

Description	Adopted Budget	Current Month June 2006	Total Year to Date	Percent Year to Date
<b>Miscellaneous Revenue</b>				
Interest Earned Revenue	\$ 160,000	\$ 18,550	\$ 145,936	91.21%
Rental Income	19,440	1,620	14,580	75.00%
Sale of City Prop. & Equip.	1,000	0	0	0.00%
Miscellaneous Revenues	94,103	4,969	52,742	56.05%
Insurance Proceeds	0	1,318	1,735	0.00%
Payments in Lieu of Taxes	0	0	0	0.00%
Food Workers' Permit	12,000	870	8,407	70.06%
Food Establishment Licenses	10,500	1,875	7,730	73.62%
Fire Contributions-Kempner Water Supply Co.	3,300	0	0	0.00%
Attorney Fees's Revenue	0	0	6,000	0.00%
Court Cost Revenue	0	0	616	0.00%
Auction Proceeds	0	0	6,835	
<b>Subtotal Miscellaneous Rev.</b>	<b>\$ 300,343</b>	<b>\$ 29,202</b>	<b>\$ 244,581</b>	<b>81.43%</b>
<b>TOTAL G. F. REVENUE</b>	<b>\$ 11,644,515</b>	<b>\$ 557,099</b>	<b>\$ 9,652,479</b>	<b>82.89%</b>

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
GENERAL FUND  
As of June 30, 2006 (FY 2005-06)**

Description	Adopted Budget	Current Month June 2006	Total Year to Date	Percent Year to Date
<b>GENERAL FUND EXPENDITURES</b>				
City Council	\$ 43,050	\$ 1,655	\$ 25,094	58.29%
City Manager	204,388	22,279	154,417	75.55%
City Secretary/Elections	121,514	20,433	103,391	85.09%
City Attorney	98,081	7,385	70,102	71.47%
Finance	498,885	59,617	365,506	73.26%
Grants Administration	57,737	6,326	43,914	76.06%
Human Resources	156,170	19,916	124,057	79.44%
Information Systems	158,522	13,888	112,268	70.82%
Municipal Court	300,875	30,259	229,103	76.15%
Police	3,732,512	374,057	2,681,481	71.84%
Animal Control	171,525	17,069	120,249	70.11%
Fire/EMS	2,615,968	291,723	2,059,914	78.74%
Engineering	224,608	35,766	165,947	73.88%
Building & Development Services	246,174	26,949	193,672	78.67%
Streets	861,635	44,112	593,589	68.89%
Parks and Recreation	816,127	103,519	576,759	70.67%
Fleet Services	211,976	22,023	165,200	77.93%
Public Works	34,109	3,742	26,067	76.42%
Facility Maintenance	158,308	18,547	113,395	71.63%
Planning	57,686	17,982	33,596	58.24%
Library	453,965	44,396	345,285	76.06%
Code & Health	98,675	12,882	71,067	72.02%
Non-Departmental	339,532	18,587	260,562	76.74%
<b>TOTAL GENERAL FUND EXPENDITURES</b>	\$ 11,662,022	\$ 1,213,112	\$ 8,634,632	74.04%
<b>ENDING FUND BALANCE</b>				
Unreserved, Designated	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	
Unreserved, Undesignated	\$ 1,915,506	\$ 2,938,916	\$ 2,938,917	
<b>TOTAL ENDING FUND BALANCE</b>	\$ 2,915,506	\$ 3,938,916	\$ 3,938,917	
<b>IDEAL RESERVE FUND BALANCE</b>	\$ 2,915,506	\$ 2,915,506	\$ 2,915,506	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>	\$ -	\$ 1,023,411	\$ 1,023,411	

Includes audited beginning fund balance

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
WATER & SEWER FUND  
As of June 30, 2006 (FY 2005-06)**

Description	Adopted Budget	Current Month June 2006	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 1,848,602	\$ 2,472,206	\$ 1,532,598	
<b>TOTAL BEGINNING FUND BALANCE</b>	\$ 1,848,602	\$ 2,472,206	\$ 1,532,598	
<b>W &amp; S FUND REVENUES</b>				
<b>Operating Revenues</b>				
Water Revenue	\$ 4,171,817	\$ 379,146	\$ 3,011,044	72.18%
Sewer Revenue	3,219,571	274,230	2,397,263	74.46%
Senior Discount	(121,500)	(11,133)	(90,360)	74.37%
Sale of Bulk Water	0	0	0	0.00%
Water Tap Fees	70,000	12,499	80,505	115.01%
Sewer Tap Fees	20,000	3,150	18,510	92.55%
Connect Fee	0	5,215	17,155	
Meter Box Reset Fee	0	0	150	
<b>Subtotal Operating Revenues</b>	\$ 7,359,888	\$ 663,107	\$ 5,434,267	73.84%
<b>Other Revenues</b>				
Composting Sales Revenue	\$ 8,200	\$ 1,032	\$ 8,218	100.22%
Admin Reimb--Drainage	20,000	1,667	15,000	75.00%
Interest Revenue	97,500	11,904	80,374	82.44%
Sale of City Property	0	0	0	0.00%
Late Charge For Billing	200,000	18,328	158,807	79.40%
Auction Proceeds	0	0	4,112	0.00%
Insurance Proceeds	0	1,541	1,541	0.00%
Miscellaneous Revenues	35,000	6,026	34,877	99.65%
<b>Subtotal Other Revenues</b>	\$ 360,700	\$ 40,496	\$ 302,929	83.98%
<b>TOTAL W &amp; S FD REVENUES</b>	\$ 7,720,588	\$ 703,604	\$ 5,737,195	74.31%
<b>W &amp; S FUND EXPENDITURES</b>				
<b>Water &amp; Sewer Administration</b>	\$ 132,741	\$ 14,818	\$ 99,574	75.01%
<b>Utility Administration</b>	519,563	\$44,426	398,522	76.70%
<b>Water Distribution</b>	987,933	56,390	736,181	74.52%
<b>Sewer Collection</b>	418,881	39,995	271,529	64.82%
<b>Wastewater Treatment</b>	889,563	81,968	697,505	78.41%
<b>Composting</b>	162,829	9,865	85,235	52.35%
<b>Non-Departmental</b>	4,543,841	\$185,117	2,238,016	49.25%
<b>TOTAL W &amp; S FUND EXPENDITURES</b>	\$ 7,655,351	\$ 432,579	\$ 4,526,563	59.13%
<b>ENDING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 1,913,839	\$ 2,743,230	\$ 2,743,230	
<b>TOTAL ENDING FUND BALANCE</b>	\$ 1,913,839	\$ 2,743,230	\$ 2,743,230	
<b>IDEAL RESERVE FUND BALANCE</b>	\$ 1,913,839	\$ 1,913,839	\$ 1,913,839	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>	\$ 0	\$ 829,392	\$ 829,392	

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
SOLID WASTE FUND  
As of June 30, 2006 (FY 2005-06)**

Description	Adopted Budget	Current Month June 2006	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 456,997	\$ 489,926	\$ 150,656	
Unreserved, Designated	0	0	0	
<b>TOTAL BEGINNING FUND BALANCE</b>	\$ 456,997	\$ 489,926	\$ 150,656	
<b>SOLID WASTE FUND REVENUE</b>				
<b>Operating Revenue</b>				
Garbage Collection Fees	\$ 2,170,188	\$ 180,933	\$ 1,615,031	74.42%
Sanitary Landfill Fees	274,000	38,787	307,102	112.08%
Senior Discount	(35,000)	(2,957)	(26,440)	75.54%
Recycling Proceeds	32,000	2,129	19,883	62.13%
Sale of Scrap Metal	4,700	1,093	7,435	158.18%
Sale of Kraft Bags	7,800	638	7,908	101.38%
Container Reload Fees	0	2,361	4,703	
Return Service/Overload Container	0	189	309	
Roll-Off Rental Income	0	3,451	19,032	
Rear Load Dumpster Rental	0	0	445	
Auto Lid Locks	0	0	148	0.00%
<b>Subtotal Operating Revenue</b>	\$ 2,453,688	\$ 226,625	\$ 1,955,555	79.70%
<b>Other Revenue</b>				
Interest Revenue	\$ 40,000	\$ 2,489	\$ 15,873	39.68%
Late Charge For Billing	92,000	9,164	79,403	86.31%
Auction Proceeds	0	0	35,520	0.00%
Sale of City Property & Equip.	0	0	0	0.00%
Miscellaneous Revenues	33,165	92	3,783	11.41%
<b>Subtotal Other Revenue</b>	\$ 165,165	\$ 11,745	\$ 134,579	81.48%
<b>TOTAL SOLID WASTE REVENUE</b>	\$ 2,618,853	\$ 238,370	\$ 2,090,134	79.81%
<b>SOLID WASTE FUND EXPENDITURES</b>				
<b>Solid Waste Administration</b>	\$ 193,847	\$ 20,790	\$ 141,092	72.79%
<b>Solid Waste Collection - Residential</b>	257,571	23,602	190,302	73.88%
<b>Solid Waste Collection - Recycling</b>	101,383	11,188	63,794	62.92%
<b>Solid Waste Collection - Brush</b>	129,793	10,550	84,452	65.07%
<b>Solid Waste Collection - Commercial</b>	328,371	27,978	232,304	70.74%
<b>Solid Waste Disposal - Transfer Station</b>	867,320	101,335	696,299	80.28%
<b>Solid Waste Recycling - KCCB</b>	24,200	416	8,718	0.00%
<b>Non-Departmental</b>	558,195	32,227	323,617	57.98%
<b>TOTAL SOLID WASTE FUND EXPENDITURES</b>	\$ 2,460,680	\$ 228,085	\$ 1,740,578	70.74%
<b>ENDING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 615,170	\$ 500,211	\$ 500,211	
Unreserved, Designated	0	0	0	
<b>TOTAL ENDING FUND BALANCE</b>	\$ 615,170	\$ 500,211	\$ 500,211	
<b>IDEAL RESERVE FUND BALANCE</b>	\$ 615,170	\$ 615,170	\$ 615,170	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>	\$ -	\$ (114,959)	\$ (114,959)	

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
DRAINAGE UTILITY FUND  
As of June 30, 2006 (FY 2005-06)**

Description	Adopted Budget	Current Month June 2006	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Undesignated	246,866	713,125	429,639	
<b>TOTAL BEGINNING FUND BALANCE</b>	\$ 246,866	\$ 713,125	\$ 429,639	
<b>DRAINAGE UTILITY FUND REVENUE</b>				
Drainage Utility Fee	\$ 760,000	\$ 66,688	\$ 587,323	77.28%
<b>Subtotal Drainage Utility Revenue</b>	\$ 760,000	\$ 66,688	\$ 587,323	77.28%
<b>Other Revenue</b>				
Miscellaneous Revenue	2,010	514	2,262	0.00%
Interest Revenue	20,000	3,451	23,579	117.90%
<b>Subtotal Other Revenue</b>	\$ 22,010	\$ 3,965	\$ 25,842	117.41%
<b>TOTAL DRAIN UTILITY REVENUE</b>	\$ 782,010	\$ 70,654	\$ 613,165	78.41%
<b>DRAINAGE UTILITY FUND EXPENDITURES</b>				
Drainage Utility Fund	\$ 877,759	\$ 53,600	\$ 312,626	35.62%
<b>TOTAL DRAINAGE UTILITY FUND EXPENDITURES</b>	\$877,759	\$53,600	\$312,626	35.62%
<b>ENDING FUND BALANCE</b>				
Unreserved, Undesignated	151,117	730,178	730,178	
<b>TOTAL ENDING FUND BALANCE</b>	\$ 151,117	\$ 730,178	\$ 730,178	
<b>IDEAL RESERVE FUND BALANCE</b>	\$ 219,440	\$ 219,440	\$ 219,440	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>	\$ (68,323)	\$ 510,738	\$ 510,738	

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
GOLF COURSE FUND**

**As of June 30, 2006 (FY 2005-06)**

Description	Adopted Budget	Current Month June 2006	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 20,283	\$ (23,597)	\$ 20,283	
<b>TOTAL BEGINNING FUND BALANCE</b>	\$ 20,283	\$ (23,597)	\$ 20,283	
<b>GOLF COURSE FUND REVENUE</b>				
Green Fees	\$ 175,800	\$ 14,658	\$ 116,533	66.29%
Cart Rental Fees	150,900	15,899	115,456	76.51%
Membership Dues	100,000	1,200	21,954	21.95%
Cart Storage Fees	19,950	0	1,788	8.96%
Trail Fees	12,500	36	1,500	12.00%
Pro Shop Sales	66,300	8,648	73,125	110.29%
Billing Late Fees	0	0	14	0.00%
Driving Range Fees	30,000	2,505	22,068	73.56%
Snack Bar Revenue F&B	50,500	5,726	44,071	87.27%
Snack Bar Revenue-Beer & Wine	0	1,416	4,324	0.00%
Transfer To TABC (30%)	0	0	0	0.00%
Transfer From General Fund	60,000	0	60,000	0.00%
Facility Rental Income	0	0	200	0.00%
Swimming Pool Receipts	0	191	230	0.00%
Interest Revenue	0	0	27	0.00%
Sale of City Property & Equipment	0	0	0	0.00%
Tournament Green Fees	12,240	558	12,549	102.52%
Tournament Cart Fees	7,700	333	10,796	140.21%
Contributions	0	0	0	0.00%
Auction Proceeds	0	0	25,406	0.00%
Miscellaneous Receipts	4,475	532	30,685	0.00%
<b>TOTAL G. C. FD REVENUE</b>	\$ 690,365	\$ 51,703	\$ 540,725	78.32%
<b>GOLF COURSE FUND EXPENDITURES</b>				
<b>Golf Course</b>	\$ 690,365	\$ 95,809	\$ 628,713	91.07%
<b>TOTAL GOLF COURSE FUND EXPENDITURES</b>	\$ 690,365	\$ 95,809	\$ 628,713	91.07%
<b>ENDING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 20,283	\$ (67,703)	\$ (67,703)	
<b>TOTAL ENDING FUND BALANCE</b>	\$ 20,283	\$ (67,703)	\$ (67,703)	
<b>IDEAL RESERVE FUND BALANCE</b>	\$ 172,591	\$ 172,591	\$ 172,591	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>				
	\$ (152,308)	\$ (240,294)	\$ (240,294)	
<b>NOTE: CADDY SHACK ACTIVITY IS NOW INCLUDED ABOVE.</b>				

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
OTHER FUNDS**

**As of June 30, 2006 (FY 2005-06)**

Fund Description	Beginning Fund Balance	Revenues	Expenditures	Ending Fund Balance
<b>Special Revenue Funds:</b>				
Youth Activities Fund	\$ 90,925	\$ 117,827	\$ 107,322	\$ 101,430
Municipal Cemetery Fund	48,926	9,895	24,358	\$ 34,463
Library Gifts and Memorials	5,403	2,602	199	\$ 7,806
Small Business Revolving Loan Fund	185,937	3,948	-	\$ 189,886
Hotel/Motel Fund	78,427	97,756	81,324	\$ 94,858
Animal Shelter Donation Fund	1,544	557	-	\$ 2,101
Abandoned Vehicle Auction Fund	3,668	3	1,026	\$ 2,645
Municipal Court Fund	184,522	40,114	22,300	\$ 202,336
<b>Sub-Total Special Revenue Funds</b>	<b>\$ 599,352</b>	<b>\$ 272,701</b>	<b>\$ 236,529</b>	<b>\$ 635,525</b>
<b>Debt Service Fund:</b>				
G. O. Interest & Sinking Fund	\$ 134,974	\$ 897,624	\$ 159,266	\$ 873,332
<b>Sub-Total Debt Service Fund:</b>	<b>\$ 134,974</b>	<b>\$ 897,624</b>	<b>\$ 159,266</b>	<b>\$ 873,332</b>
<b>Capital Projects Funds:</b>				
2001 C.O. (Capital Equip./Improvements)	\$ 338,164	\$ 9,795	\$ 77,575	\$ 270,384
2001 C.O. (Water/Wastewater Phase II)	619,099	29,004	13,148	\$ 634,955
2003 C.O. (CIP)	1,767,583	55,278	287,670	\$ 1,535,191
2003 C.O (W/WW Phase III)	3,247,885	108,750	431,270	\$ 2,925,365
2005 C.O. (Water Infrastructure Projects)	-	3,137,747	147,798	\$ 2,989,949
<b>Sub-Total C.I.P. Funds:</b>	<b>\$ 5,972,731</b>	<b>\$ 3,340,573</b>	<b>\$ 957,461</b>	<b>\$ 8,355,844</b>
<b>Total Other Funds</b>	<b>\$ 6,707,057</b>	<b>\$ 4,510,899</b>	<b>\$ 1,353,256</b>	<b>\$ 9,864,701</b>



# TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

July 2006

## PERFORMANCE

### As of June 30, 2006

	<b>TexPool</b>	<b>TexPool Prime</b>
Current Invested Balance	\$13,510,047,741.06	\$1,114,713,757.76
Weighted Average Maturity (1)*	32 Days	20 Days
Weighted Average Maturity (2)*	55 Days	27 Days
Net Asset Value	1.00002	0.99992
Total Number of Participants	1,896	61
Management Fee on Invested Balance	0.05%	0.085%
Interest Distributed	\$57,857,384.29	\$4,860,573.99
Management Fee Collected	\$579,737.82	\$50,387.48
Standard & Poor's Current Rating	AAAm	AAAm

### June Averages

Average Invested Balance	\$14,088,693,561.04	\$1,174,925,716.45
Average Monthly Yield, on a simple basis (3)*	5.0021%	5.0341%
Average Weighted Average Maturity (1)*	26 Days	18 Days
Average Weighted Average Maturity (2)*	46 Days	27 Days

\*Definitions for Average Weighted Maturity can be found on Page 2.

## Economic and Market Commentary – June 30, 2006

Short-term interest rates moved higher across the yield curve in June, reflecting the near-certainty of yet another tightening of monetary conditions at the Federal Reserve's policy meeting at the end of the month. But while the 25 basis point increase in the Federal funds rate on June 29 was widely expected, investors carefully sifted through the language of the accompanying statement for clues about future policy moves. In recent weeks, unusually hawkish comments regarding inflation from several central bank officials had taken many investors by surprise. On balance, however, the latest statement suggested that policymakers were not necessarily locked in to several more rate hikes.

We have consistently noted over the course of the now two-year old tightening cycle that official interest rates would rise farther than most investors expected. As such, we have generally kept maturities short, except for those brief occasions when market sentiment lurched towards discounting a more extensive series of rate increases. By focusing on floating-rate paper and securities with maturities of less than six months, we were (and remain) positioned to capitalize on rising yields and are less vulnerable to falling prices on longer-dated debt.

Despite the more conciliatory tone of the June FOMC statement, we believe that the jury remains out on how far official rates will rise. The U.S. economy grew at an unsustainably brisk pace during the first quarter and core inflation is still significantly above Fed Chairman Ben Bernanke's target range of 1% to 2%. In addition, the Fed left itself plenty of wiggle room to move aggressively if future data indicate the economy is not slowing or that core inflation is not cresting. At the same time, inflation-adjusted short-term rates are now back to normal and are approaching levels that could pinch economic activity, even as evidence accumulates that a growth slowdown is already underway. The bottom line is that sentiment in the cash market is likely to be extremely fluid in coming weeks. As always, we will continue to monitor conditions carefully with the goal of extracting maximum value for our clients.

## ANNOUNCEMENTS

### New Participants

We would like to recognize and welcome the following 14 entities who joined the TexPool/TexPool Prime program in June, 2006:

1. El Paso Hospital District d/b/a Thomason Hospital
2. Crandall ISD
3. South Buda WCID #1
4. Burnet County ESD #1
5. Harris County MUD #397
6. MHMR of Harris County
7. Porter Special Utility District
8. Harris County MUD #104
9. Galveston County MUD #43
10. Brazoria County MUD #29
11. Fort Bend County MUD #158
12. Galveston County WCID #8
13. City of Terrell Hills
14. Upshur County

### A note from Operations

**Use TexConnect to help you manage your TexPool accounts more efficiently!**

Did you know you can use TexConnect Online to enter your vendor payments? Just complete a Bank Information Sheet to add the wiring instructions in advance of when your payment is due. Once they are added to the account, an online withdrawal can be completed.

If you would like more information, please call participant services at 866-839-7665.



## TexPool

### PORTFOLIO ASSET SUMMARY AS OF June 30, 2006

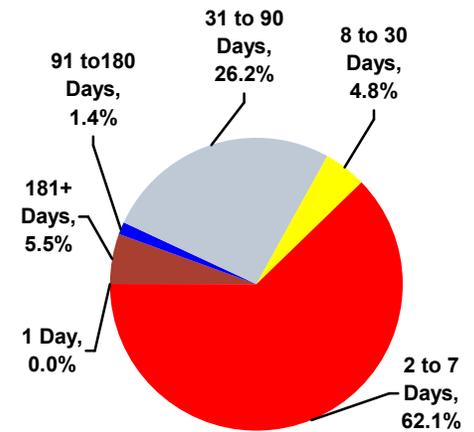
	<i>Book Value</i>	<i>Market Value</i>
Uninvested Balance	\$727.15	\$727.15
Accrual of Interest Income	16,987,627.37	16,987,627.37
Interest and Management Fees Payable	(57,857,884.92)	(57,857,884.92)
Payable for Investments Purchased	0.00	0.00
Repurchase Agreements	10,415,078,000.00	10,415,283,392.50
Mutual Fund Investments	0.00	0.00
Government Securities	3,135,839,271.46	3,135,880,047.55
<b>Total</b>	<b>\$13,510,047,741.06</b>	<b>\$13,510,293,909.65</b>

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investors and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool. The only source of payment to the Participants is the assets of TexPool. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact TexPool Participant Services.

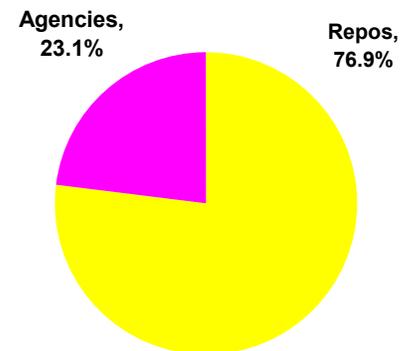
### DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
06/01	4.9880%	0.000136658	\$14,297,726,803.85	0.99982	28	47
06/02	4.9907%	0.000136732	\$14,291,713,022.28	0.99986	29	48
06/03	4.9907%	0.000136732	\$14,291,713,022.28	0.99986	29	48
06/04	4.9907%	0.000136732	\$14,291,713,022.28	0.99986	29	48
06/05	4.9829%	0.000136517	\$14,309,335,595.28	0.99988	26	45
06/06	4.9813%	0.000136474	\$14,385,311,999.16	0.99983	26	45
06/07	4.9791%	0.000136414	\$14,371,571,494.61	0.99982	26	45
06/08	4.9778%	0.000136379	\$14,321,025,947.37	0.99982	26	45
06/09	4.9804%	0.000136449	\$14,380,048,518.97	0.99980	27	46
06/10	4.9804%	0.000136449	\$14,380,048,518.97	0.99980	27	46
06/11	4.9804%	0.000136449	\$14,380,048,518.97	0.99980	27	46
06/12	4.9879%	0.000136656	\$14,352,107,613.72	0.99978	24	44
06/13	4.9885%	0.000136672	\$14,312,676,117.16	0.99977	24	43
06/14	4.9896%	0.000136700	\$14,230,286,227.60	0.99974	24	43
06/15	5.0058%	0.000137146	\$14,155,072,946.68	0.99973	24	43
06/16	4.9819%	0.000136490	\$14,128,648,342.58	0.99972	25	45
06/17	4.9819%	0.000136490	\$14,128,648,342.58	0.99972	25	45
06/18	4.9819%	0.000136490	\$14,128,648,342.58	0.99972	25	45
06/19	4.9959%	0.000136874	\$14,085,902,111.19	0.99970	25	43
06/20	4.9613%	0.000135926	\$13,984,823,105.11	0.99968	25	42
06/21	4.9477%	0.000135553	\$13,881,135,929.91	0.99969	25	42
06/22	4.9933%	0.000136803	\$13,697,967,312.33	0.99967	26	43
06/23	4.9770%	0.000136357	\$13,751,686,607.44	0.99966	27	45
06/24	4.9770%	0.000136357	\$13,751,686,607.44	0.99966	27	45
06/25	4.9770%	0.000136357	\$13,751,686,607.44	0.99966	27	45
06/26	5.0219%	0.000137586	\$13,877,112,886.12	0.99965	24	42
06/27	5.0351%	0.000137949	\$13,813,195,487.32	0.99964	26	48
06/28	5.0631%	0.000138716	\$13,744,724,581.54	0.99963	28	50
06/29	5.1276%	0.000140481	\$13,674,493,457.32	0.99962	30	52
06/30	5.2459%	0.000143722	\$13,510,047,741.06	1.00002	32	55
<b>Averages</b>	5.0021%	0.000137044	\$14,088,693,561.04		26	46

**Portfolio By Maturity**  
As of June 30, 2006



**Portfolio By Type of Investment**  
As of June 30, 2006



	Number of Participants	Balance
School District	493	\$4,763,663,370.52
Higher Education	51	\$1,151,503,530.17
Health Care	74	\$422,993,060.80
Utility District	551	\$1,650,783,748.63
City	393	\$3,821,593,676.08
County	148	\$1,347,852,203.50
Other	186	\$351,490,575.75

### Definition of Weighted Average Maturity (1) & (2)

- \*(1) This weighted average maturity calculation uses the SEC Rule 2A-7 definition for stated maturity for any floating rate instrument held in the portfolio to determine the weighted average maturity for the pool. This rule specifies that a variable rate instrument to be paid in 397 calendar days or less shall be deemed to have a maturity equal to the period remaining until the next readjustment of the interest rate.
- \*(2) This weighted average maturity calculation uses the final maturity of any floating rate instruments held in the portfolio to calculate the weighted average maturity for the pool.



## TexPool Prime

### PORTFOLIO ASSET SUMMARY AS OF June 30, 2006

	<i>Book Value</i>	<i>Market Value</i>
Uninvested Balance	\$507.36	\$507.36
Accrual of Interest Income	519,100.08	519,100.08
Interest and Management Fees Payable	(4,859,047.03)	(4,859,047.03)
Payable for Investments Purchased	0.00	0.00
Repurchase Agreements	805,033,000.00	805,033,000.00
Mutual Fund Investments	0.00	0.00
Government Securities	30,600,834.00	30,535,064.00
Commercial Paper	215,419,363.35	215,389,858.00
Bank Instruments	0.00	0.00
Variable Rate Note	68,000,000.00	68,001,954.00
<b>Total</b>	<b>\$1,114,713,757.76</b>	<b>\$1,114,620,436.41</b>

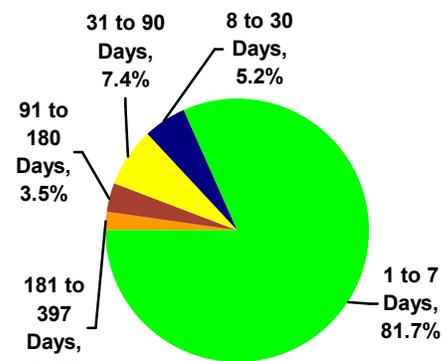
Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investors and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool Prime. The assets of TexPool Prime are the only source of payments to the Participants. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact TexPool Participant Services.

### DAILY SUMMARY

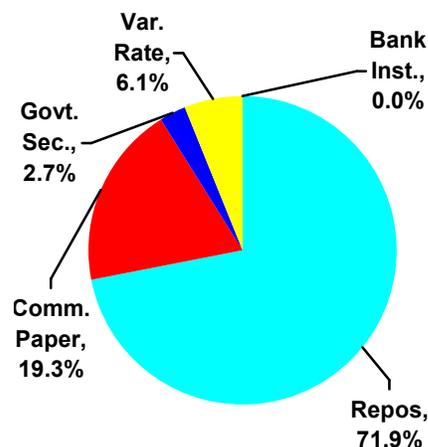
Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
06/01	5.0249%	0.000137669	\$1,185,580,988.20	0.99989	20	29
06/02	5.0201%	0.000137538	\$1,197,779,143.94	0.99990	21	30
06/03	5.0201%	0.000137538	\$1,197,779,143.94	0.99990	21	30
06/04	5.0201%	0.000137538	\$1,197,779,143.94	0.99990	21	30
06/05	5.0121%	0.000137317	\$1,197,500,722.70	0.99991	19	27
06/06	5.0112%	0.000137293	\$1,199,618,304.89	0.99990	18	27
06/07	5.0092%	0.000137239	\$1,192,570,873.19	0.99989	18	27
06/08	5.0099%	0.000137257	\$1,175,030,906.67	0.99989	18	27
06/09	5.0104%	0.000137272	\$1,179,030,928.92	0.99989	19	28
06/10	5.0104%	0.000137272	\$1,179,030,928.92	0.99989	19	28
06/11	5.0104%	0.000137272	\$1,179,030,928.92	0.99989	19	28
06/12	5.0221%	0.000137591	\$1,177,693,613.27	0.99989	17	25
06/13	5.0230%	0.000137617	\$1,193,697,944.92	0.99988	16	25
06/14	5.0235%	0.000137631	\$1,193,942,072.34	0.99987	16	24
06/15	5.0410%	0.000138110	\$1,191,478,262.38	0.99986	16	24
06/16	5.0141%	0.000137372	\$1,189,868,257.63	0.99986	17	25
06/17	5.0141%	0.000137372	\$1,189,868,257.63	0.99986	17	25
06/18	5.0141%	0.000137372	\$1,189,868,257.63	0.99986	17	25
06/19	5.0284%	0.000137764	\$1,178,251,681.77	0.99985	15	23
06/20	4.9941%	0.000136826	\$1,170,267,477.65	0.99985	16	23
06/21	4.9778%	0.000136377	\$1,170,426,360.21	0.99984	18	26
06/22	5.0220%	0.000137588	\$1,169,371,655.58	0.99984	19	27
06/23	5.0131%	0.000137346	\$1,169,781,616.21	0.99984	20	28
06/24	5.0131%	0.000137346	\$1,169,781,616.21	0.99984	20	28
06/25	5.0131%	0.000137346	\$1,169,781,616.21	0.99984	20	28
06/26	5.0451%	0.000138222	\$1,178,350,958.16	0.99984	18	25
06/27	5.0714%	0.000138943	\$1,118,376,795.95	0.99983	19	26
06/28	5.0904%	0.000139463	\$1,120,272,193.26	0.99983	19	26
06/29	5.1587%	0.000141334	\$1,111,247,084.52	0.99984	19	26
06/30	5.2841%	0.000144769	\$1,114,713,757.76	0.99992	20	27
<b>Averages</b>	<b>5.0341%</b>	<b>0.000137920</b>	<b>\$1,174,925,716.45</b>		<b>18</b>	<b>27</b>

	Number of Participants	Balance
School District	33	\$917,957,594.10
Higher Education	4	\$7,633,498.60
Health Care	4	\$8,686,874.65
Utility District	2	\$61,596,101.91
City	11	\$9,514,964.49
County	5	\$109,324,777.20
Other	2	\$0.00

Portfolio By Maturity  
As of June 30, 2006



Portfolio By Type of Investment  
As of June 30, 2006



\*(3) This current yield for TexPool Prime for each date may reflect a waiver of some portion or all of each of the management fees.

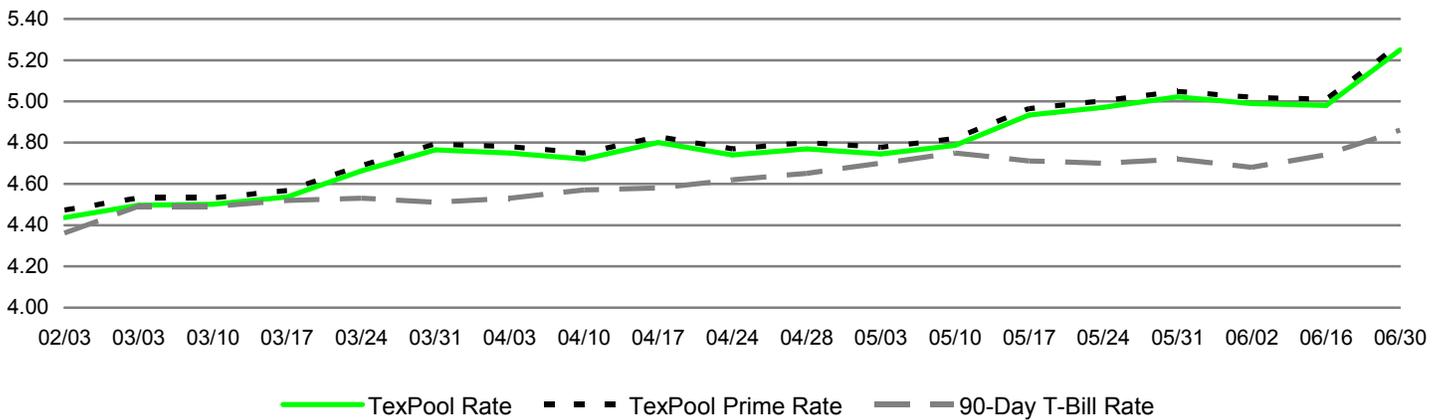


# TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

TexPool Participant Services  
c/o Lehman Brothers  
600 Travis St., Suite 7200  
Houston, TX 77002

## TEXPOOL & TEXPOOL PRIME VS. 90-DAY TREASURY BILL



### TexPool Advisory Board Members

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**Additional information regarding TexPool is available upon request:**

www.texpool.com • 1-866-839-7665 (1-888-TEX-POOL) • Fax: 866-839-3291



## Monthly Newsletter - June 2006

### Performance

#### As of June 30, 2006

Current Invested Balance	\$3,490,853,364.63
Weighted Average Maturity (1)	16 Days
Weighted Average Maturity (2)	75 Days
Net Asset Value	.999935
Total Number of Participants	457
Management Fee on Invested Balance	0.12%*
Interest Distributed	\$15,058,775.75
Management Fee Collected	\$148,933.79
Standard & Poor's Current Rating	AAAm

#### June Averages

Average Invested Balance	\$3,623,959,565.42
Average Monthly Yield, on a simple basis	5.0063%
Average Weighted Average Maturity (1)*	14 Days
Average Weighted Average Maturity (2)*	72 Days

#### Definition of Weighted Average Maturity (1) & (2)

(1) This weighted average maturity calculation uses the SEC Rule 2a-7 definition for stated maturity for any floating rate instrument held in the portfolio to determine the weighted average maturity for the pool. This Rule specifies that a variable rate instrument to be paid in 397 calendar days or less shall be deemed to have a maturity equal to the period remaining until the next readjustment of the interest rate.

(2) This weighted average maturity calculation uses the final maturity of any floating rate instruments held in the portfolio to calculate the weighted average maturity for the pool.

\* The maximum management fee authorized for the TexSTAR Cash Reserve Fund is 12 basis points. This fee may be waived in full or in part in the discretion of the TexSTAR co-administrators at any time as provided for in the TexSTAR Information Statement.

### New Participants

We would like to welcome the following entities who joined the TexSTAR program in June 2006:

- ★ Houston Convention Center Hotel Corporation

### Direct Deposit of State and Local Payments

Direct Deposit has become the preferred payment method for state and local agencies and TexSTAR offers the ability to have these payments directly deposited to your TexSTAR account. Direct deposit to TexSTAR ensures that your payment will be automatically invested on the day it is issued. Since there is no additional charge for this service, you save both time and the expense of an investment transaction. Direct deposit to TexSTAR also alleviates the concern of having collateral available for these funds at your depository. Forms to initiate direct deposit of state agency payments are available at <http://www.window.state.tx.us/taxinfo/taxforms/74-176.pdf>. In addition, TexSTAR has direct deposit arrangements with many local taxing authorities. For more information about this service, please call TexSTAR Participant Services at 1.800.839.7827.

### Economic Commentary

Overall, most economic reports released in the second quarter point to an ongoing moderation in the pace of economic activity. Labor market conditions softened substantially with payrolls averaging a meager 101,000 in the April-May period bringing down the 3-month average to 125,000. The unemployment rate edged down to 4.6% in May marking a new cycle-low for the series. Rising gas prices took a toll on consumer confidence. The manufacturing sector, on the other hand, remained healthy throughout the quarter. Housing market data released in the last three months point to the prospect of at least a temporary stabilization of the housing market.

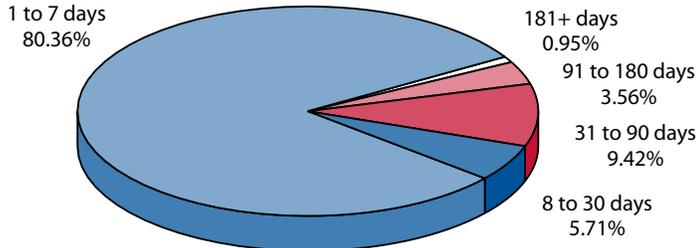
On the inflation front, consumer prices accelerated throughout the course of the quarter with the core CPI increasing by 0.3% for three consecutive months since March and now up 2.4% on a year-on-year basis. The core PCE deflator, following two consecutive 0.2% increases, is still up 2.1% year-on-year. The Treasury yield curve flattened during the quarter. The yield on 3-month Treasury bills rose 37 bps to end at 4.98%. Meanwhile, the LIBOR curve flattened modestly, as the spread between 1-month and 12-month yields decreased from 46 bps at the end of March to 36 bps at the end of June.

There is a 60% probability that the Fed will raise the fed funds rate to 5.5% by the end of the summer. The probability of an additional move on August 8th depends largely on the CPI report to be released on July 19th. As economic growth moderates closer to trend and energy prices stabilize, the recent acceleration in inflation is not expected to intensify on a sustained basis.

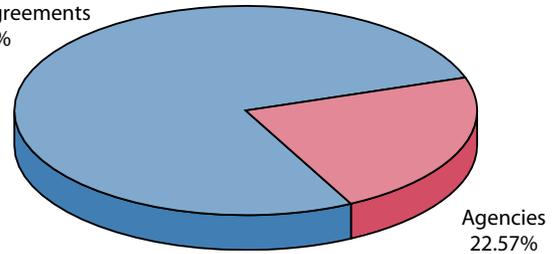
*For more information about TexSTAR, please visit our web site at [www.texstar.org](http://www.texstar.org).*

# Information at a Glance

**Portfolio by  
Type of Investment  
As of June 30, 2006**

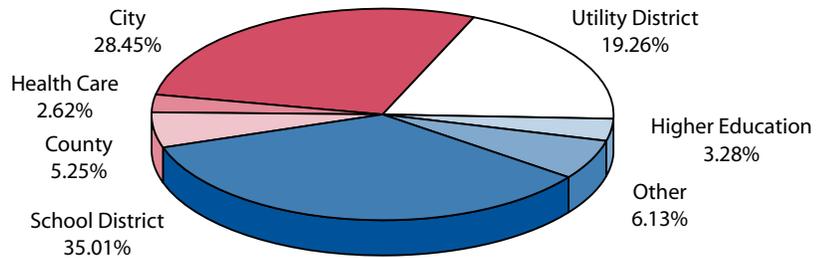


Repurchase Agreements  
77.43%



**Portfolio by  
Maturity  
As of June 30, 2006**

**Distribution of  
Participants by Type  
As of June 30, 2006**



## Historical Program Information

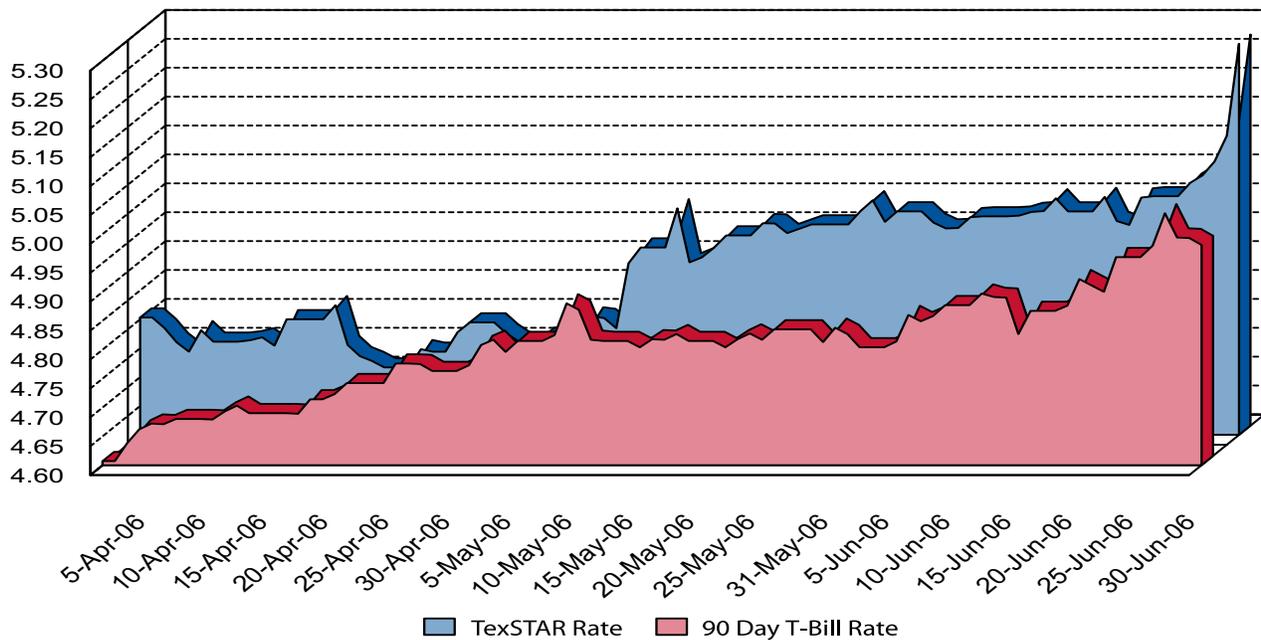
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Jun 06	5.0063%	\$ 3,490,853,364.63	\$ 3,490,672,360.70	0.999935	14	72	457
May 06	4.8929%	3,709,022,855.02	3,708,815,237.78	0.999944	11	59	456
Apr 06	4.7679%	3,886,888,058.02	3,886,490,684.37	0.999897	14	60	451
Mar 06	4.5746%	3,914,969,328.87	3,914,628,496.64	0.999912	13	57	447
Feb 06	4.4898%	4,002,329,057.36	4,001,985,615.58	0.999914	12	53	442
Jan 06	4.3121%	3,730,218,809.33	3,729,885,751.81	0.999910	14	56	437
Dec 05	4.1835%	2,992,136,881.94	2,991,868,874.98	0.999895	18	57	430
Nov 05	3.9249%	2,297,701,062.61	2,295,751,046.27	0.999151	20	43	427
Oct 05	3.7095%	2,425,528,634.83	2,422,699,456.41	0.998833	30	47	422
Sep 05	3.5540%	2,649,344,687.07	2,647,386,589.80	0.999201	33	50	418
Aug 05	3.4264%	2,675,030,454.20	2,673,861,602.84	0.999563	35	58	414
Jul 05	3.2419%	2,786,919,144.64	2,786,334,011.23	0.999790	38	65	406
Jun 05	3.0426%	2,682,360,633.06	2,681,982,562.48	0.999859	34	60	396

## Portfolio Asset Summary as of June 30, 2006

	Book Value	Market Value
Uninvested Balance	\$ 691,850.64	\$ 691,850.64
Accrual of Interest Income	3,081,264.07	3,081,264.07
Interest and Management Fees Payable	(15,118,790.78)	(15,118,790.78)
Receivable for Investment Sold	(13,264.02)	(13,264.02)
Repurchase Agreements	2,714,456,000.00	2,714,456,000.00
Government Securities	787,756,304.72	787,575,300.79
<b>Total</b>	<b>\$ 3,490,853,364.63</b>	<b>\$ 3,490,672,360.70</b>

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by J.P. Morgan Chase & Co. and the assets are safekept in a separate custodial account at the Federal Reserve Bank in the name of TexSTAR. The only source of payment to the Participants are the assets of TexSTAR. There is no secondary source of payment for the pool such as insurance or guarantee. Should you require a copy of the portfolio, please contact TexSTAR Participant Services.

# TexSTAR versus 90-Day Treasury Bill



## Daily Summary for June 2006

Date	Mny Mkt Fund Equiv. [SEC Std.]	Daily Allocation Factor	TexSTAR Invested Balance	Market Value Per Share	WAM Days (1)*	WAM Days (2)*
1-Jun-06	4.9686%	0.000136126	3,688,512,453.47	0.999941	9	69
2-Jun-06	4.9867%	0.000136623	3,686,723,011.35	0.999950	9	68
3-Jun-06	4.9867%	0.000136623	3,686,723,011.35	0.999950	9	68
4-Jun-06	4.9867%	0.000136623	3,686,723,011.35	0.999950	9	68
5-Jun-06	4.9670%	0.000136082	3,679,143,146.17	0.999948	8	68
6-Jun-06	4.9571%	0.000135812	3,676,424,332.06	0.999946	8	68
7-Jun-06	4.9580%	0.000135835	3,645,994,298.32	0.999946	13	71
8-Jun-06	4.9767%	0.000136347	3,652,321,249.61	0.999951	15	73
9-Jun-06	4.9781%	0.000136385	3,662,192,759.31	0.999950	14	72
10-Jun-06	4.9781%	0.000136385	3,662,192,759.31	0.999950	14	72
11-Jun-06	4.9781%	0.000136385	3,662,192,759.31	0.999950	14	72
12-Jun-06	4.9794%	0.000136423	3,655,295,679.66	0.999948	14	72
13-Jun-06	4.9857%	0.000136594	3,645,025,291.00	0.999947	14	74
14-Jun-06	4.9873%	0.000136638	3,663,986,306.23	0.999941	14	73
15-Jun-06	5.0093%	0.000137240	3,663,441,768.24	0.999935	13	73
16-Jun-06	4.9866%	0.000136620	3,638,469,586.56	0.999934	14	73
17-Jun-06	4.9866%	0.000136620	3,638,469,586.56	0.999934	14	73
18-Jun-06	4.9866%	0.000136620	3,638,469,586.56	0.999934	14	73
19-Jun-06	5.0118%	0.000137310	3,631,919,273.90	0.999933	16	73
20-Jun-06	4.9699%	0.000136162	3,617,999,324.98	0.999933	16	72
21-Jun-06	4.9633%	0.000135982	3,593,121,897.19	0.999928	16	73
22-Jun-06	5.0108%	0.000137283	3,552,762,868.07	0.999925	17	73
23-Jun-06	5.0129%	0.000137339	3,546,987,806.64	0.999923	16	72
24-Jun-06	5.0129%	0.000137339	3,546,987,806.64	0.999923	16	72
25-Jun-06	5.0129%	0.000137339	3,546,987,806.64	0.999923	16	72
26-Jun-06	5.0361%	0.000137976	3,634,218,540.42	0.999922	15	70
27-Jun-06	5.0490%	0.000138330	3,567,979,509.94	0.999917	17	74
28-Jun-06	5.0731%	0.000138988	3,554,779,199.36	0.999922	17	74
29-Jun-06	5.1176%	0.000140207	3,501,888,967.74	0.999921	17	75
30-Jun-06	5.2768%	0.000144571	3,490,853,364.63	0.999935	16	75
Average	5.0063%	0.000137160	3,623,959,565.42		14	72

TexSTAR Participant Services  
First Southwest Asset Management, Inc.  
325 North St. Paul Street, Suite 800  
Dallas, Texas 75201



## **TexSTAR Board Members**

<i>William Chapman</i>	<i>Central Texas Regional Mobility Authority</i>	<i>Governing Board President</i>
<i>Nell Lange</i>	<i>City of Frisco</i>	<i>Governing Board Vice President</i>
<i>Michael Bartolotta</i>	<i>First Southwest Company</i>	<i>Governing Board Secretary</i>
<i>Will Williams</i>	<i>JP Morgan Chase</i>	<i>Governing Board Asst. Sec./Treas.</i>
<i>Hardy Browder</i>	<i>City of Cedar Hill</i>	<i>Advisory Board</i>
<i>Oscar Cardenas</i>	<i>Northside ISD</i>	<i>Advisory Board</i>
<i>Scott Christensen</i>	<i>Reid Road MUD No. 1</i>	<i>Advisory Board</i>
<i>Ramiro Flores</i>	<i>Harlingen CISD</i>	<i>Advisory Board</i>
<i>Stephen Fortenberry</i>	<i>McKinney ISD</i>	<i>Advisory Board</i>
<i>Monte Mercer</i>	<i>North Central TX Council of Government</i>	<i>Advisory Board</i>
<i>Len Santow</i>	<i>Griggs &amp; Santow</i>	<i>Advisory Board</i>
<i>S. Renee Tidwell</i>	<i>Tarrant County</i>	<i>Advisory Board</i>
<i>Charles Wall</i>	<i>Texas Tech University</i>	<i>Advisory Board</i>

**City of Copperas Cove, Texas**  
**2001 Certificates of Obligation**  
**(Capital Equipment/Improvements)**  
**As of June 30, 2006**

Account	Description	Budget	As of	
			FY 2004-05	FY 2005-06
<b>Beginning Fund Balance</b>				
90-300-0001	Fund Balance	\$ -	\$ -	\$ 338,164
<b>Revenues</b>				
90-390-1001	Bond Proceeds	\$ 1,915,000	\$ 1,914,227	\$ -
90-370-6001	Interest Income	-	54,528	9,795
90-370-6005	Miscellaneous Revenue	-	-	-
<b>Total Revenues</b>		<u>\$ 1,915,000</u>	<u>\$ 1,968,755</u>	<u>\$ 9,795</u>
<b>Expenditures</b>				
90-4606-9000-8600	Bond Issuance Costs	\$ 43,832	\$ 49,190	\$ 5,038
90-4606-9000-6050	Inspection Services	-	3,263	-
90-4606-3500-xxxx	City-Wide Network	148,700	145,369	1,707
90-4606-4100-8500	Municipal Court	182,594	196,778	-
90-4606-4300-xxxx	Animal Control Facility	60,147	60,119	-
90-4606-4400-8500	Fire Station No. 3	179,509	215,496	-
90-4606-4400-8300	Fire Equipment	250,000	248,856	-
90-4606-5300-8400	Street Equipment	126,170	126,170	-
90-4606-5300-8400	Reliever Route ROW Acquisition	400,000	77,626	70,829
90-4606-5400-8505	Ogletree Improvements	364,548	394,604	-
90-4606-5600-8500	Public Works Facility (1/2)	159,500	113,119	-
<b>Total Expenditures</b>		<u>\$ 1,915,000</u>	<u>\$ 1,630,591</u>	<u>\$ 77,575</u>
<b>Ending Fund Balance</b>				
90-300-0001	Fund Balance	<u>\$ -</u>	<u>\$ 338,164</u>	<u>\$ 270,385</u>

**City of Copperas Cove, Texas**  
**2001 Certificates of Obligation**  
**(Phase II of Water/Wastewater CIP)**  
**As of June 30, 2006**

Account	Description	Budget	As of	
			FY 2004-05	FY 2005-06
<b>Beginning Fund Balance</b>				
91-300-0001	Fund Balance	\$ -	\$ -	\$ 619,099
<b>Revenues</b>				
91-390-1001	Bond Proceeds	\$ 6,485,000	\$ 6,482,383	\$ -
91-370-6001	Interest Income	-	254,573	29,004
91-370-6005	Miscellaneous Revenue	-	-	-
<b>Total Revenues</b>		<u>\$6,485,000</u>	<u>\$ 6,736,956</u>	<u>\$ 29,004</u>
<b>Expenditures</b>				
91-4607-9100-8600	Bond Issuance Costs	\$ 162,800	\$ 156,884	\$ -
91-4607-9100-6100	Advertising	-	191	-
91-4607-5600-6800	Professional Services	-	23,867	-
91-4607-9100-9032	Public Works Facility (1/2)	159,500	132,784	-
91-4607-9100-9034	Turkey Run Pumps & Tank	439,000	443,736	-
91-4607-9100-9036	Hogg Mt. Pumps & Tank	819,000	68,400	11,805
91-4607-9100-9038	Killeen/CC Water Line	3,073,700	3,233,839	-
91-4607-9100-9040	Turkey Run Tank Rehab.	180,000	275,763	-
91-4607-9100-xxxx	W. Hwy 190 Sewer Ext.	-	67,785	-
91-4607-9100-9042	Joint Pump Station	700,000	754,487	-
91-4607-9100-9044	Grimes Crossing Water Line	701,000	440,399	-
91-4607-9100-9046	Joes Road Water Line	50,000	68,981	-
91-4607-9100-9047	Wolfe Road	-	75,855	-
91-4607-9100-9048	Taylor Mountain Pump Stn	200,000	243,276	-
91-4607-9100-9050	South Wastewater Plant	-	93,380	-
91-4607-5100-xxxx	Salaries/Related Expense	-	35,956	1,343
91-56-00-6800	Professional Services	-	2,276	-
<b>Total Expenditures</b>		<u>\$ 6,485,000</u>	<u>\$ 6,117,857</u>	<u>\$ 13,148</u>
<b>Ending Fund Balance</b>				
91-300-0001	Fund Balance	<u>\$ -</u>	<u>\$ 619,099</u>	<u>\$ 634,955</u>

**City of Copperas Cove, Texas**  
**2003 Certificates of Obligation**  
**Tax Supported Capital Projects**  
**As of June 30, 2006**

Account	Description	Budget	As of	
			FY 2004-05	FY 2005-06
<b>Beginning Fund Balance</b>				
70-300-0001	Fund Balance	\$ -	\$ -	\$ 1,767,583
<b>Revenues</b>				
70-390-1003	Bond Proceeds	\$ 4,190,000	\$ 4,190,000	\$ -
70-370-6001	Interest Income	-	76,378	55,278
70-370-6005	Miscellaneous Revenue	-	-	-
<b>Total Revenues</b>		<u>\$ 4,190,000</u>	<u>\$ 4,266,378</u>	<u>\$ 55,278</u>
<b>Expenditures</b>				
70-231-0920	Bond Issuance Costs	\$ -	\$ 82,539	\$ -
70-231-0922	Unamortized Bond Discount	-	20,061	-
70-4615-4400-9021	Communications System	1,645,140	1,587,826	22,649
70-4615-4400-9023	Fire Department Pumper Truck	250,000	243,843	1,787
70-4615-5100-XXX	Salary/Benefits	-	1,767	3,577
70-4615-5400-9025	Renovation of Civic Center	75,000	132,058	209
70-4615-5400-9027	Construction of Skate Park	25,000	24,750	-
70-4615-5400-9029	Improvements to FM 1113	320,000	119,031	18,493
70-4615-5400-9033	Feeder Road	600,000	95,021	-
70-4615-5400-9035	City Hall Roof Repairs	20,000	-	-
70-4615-5400-9037	Human Resources Bldg. Repairs	150,000	64,944	26,952
70-4615-4200-9039	Police Department Bldg. Repairs	20,000	37	-
70-4615-8500-9019	Construction of Big Divide	579,000	64,565	26,300
70-4615-8500-9043	Street Reconstruction	400,000	62,354	187,704
<b>Total Expenditures</b>		<u>\$ 4,084,140</u>	<u>\$ 2,498,795</u>	<u>\$ 287,670</u>
<b>Ending Fund Balance</b>				
70-300-0001	Fund Balance	<u>\$ 105,860</u>	<u>\$ 1,767,583</u>	<u>\$ 1,535,191</u>

**City of Copperas Cove, Texas**  
**2003 Certificates of Obligation**  
**(Phase III of Water/Wastewater CIP)**  
**As of June 30, 2006**

Account	Description	Budget	As of	
			FY 2004-05	FY 2005-06
<b>Beginning Fund Balance</b>				
71-300-0001	Fund Balance	\$ -	\$ -	\$ 3,247,885
<b>Revenues</b>				
71-390-1003	Bond Proceeds	\$9,580,204	\$9,820,000	\$ -
71-370-6001	Interest Income	95,676	234,817	108,750
71-390-1001	Developer Contributions	-	21,086	-
71-370-6005	Miscellaneous Revenue	-	3,477	-
<b>Total Revenues</b>		<u>\$9,675,880</u>	<u>\$10,079,380</u>	<u>\$108,750</u>
<b>Expenditures</b>				
71-4615-XXXX-XX	Bond Issuance Costs	\$ -	192,591	\$ -
71-4615-XXXX-XX	Bond Discount	-	46,809	-
71-4615-5100-xxxx	Salaries/Benefits	-	83,370	3,460
71-4615-4400-9021	Communications System	195,680	179,512	2,101
71-4615-8500-9003	Meadow Brook Sewer Project	235,714	158,996	-
71-4615-8500-9005	Hwy 190 Sewer Project	71,430	177,948	-
71-4615-8500-9007	Mountain Top Water Project	646,380	19,420	14,800
71-4615-8500-9009	Big Divide (Sewer)	484,000	87,963	(209)
71-4615-8500-9011	Big Divide (Water)	1,710,000	13,023	361,793
71-4615-8500-9013	NE WW Plant Expansion	4,020,000	4,317,803	31,358
	Add'l Engineering-NE WW Plant	-	55,869	6,903
71-4615-8500-9014	South Plant-Fine Screens	-	101,500	-
71-4615-8500-9015	NW WW Plant Expansion	1,330,000	1,134,003	-
71-4615-8500-xxxx	NE and NW Change Orders	-	-	-
71-4615-8500-9017	4th Year Sewer Improvement	685,000	47,664	4,276
71-4615-8500-9021	Water Model Study	60,000	79,678	-
71-4615-8500-9031	Expansion of Constitution	122,000	122,000	-
71-4615-8100-9041	Utility Admin. Bldg. Repairs	20,000	3,281	6,789
71-4615-8500-9029	FM 1113 Improvement (Sidewalk)	-	10,066	-
<b>Total Expenditures</b>		<u>\$ 9,580,204</u>	<u>\$ 6,831,495</u>	<u>\$ 431,270</u>
<b>Ending Fund Balance</b>				
71-300-0001		<u>\$ 95,676</u>	<u>\$ 3,247,885</u>	<u>\$ 2,925,365</u>

"Sewer (Skyline Valley Lift Station)" is now "Big Divide (Sewer)"  
"Water (Ogletree Pass to Colorado)" is now "Big Divide (Water)"

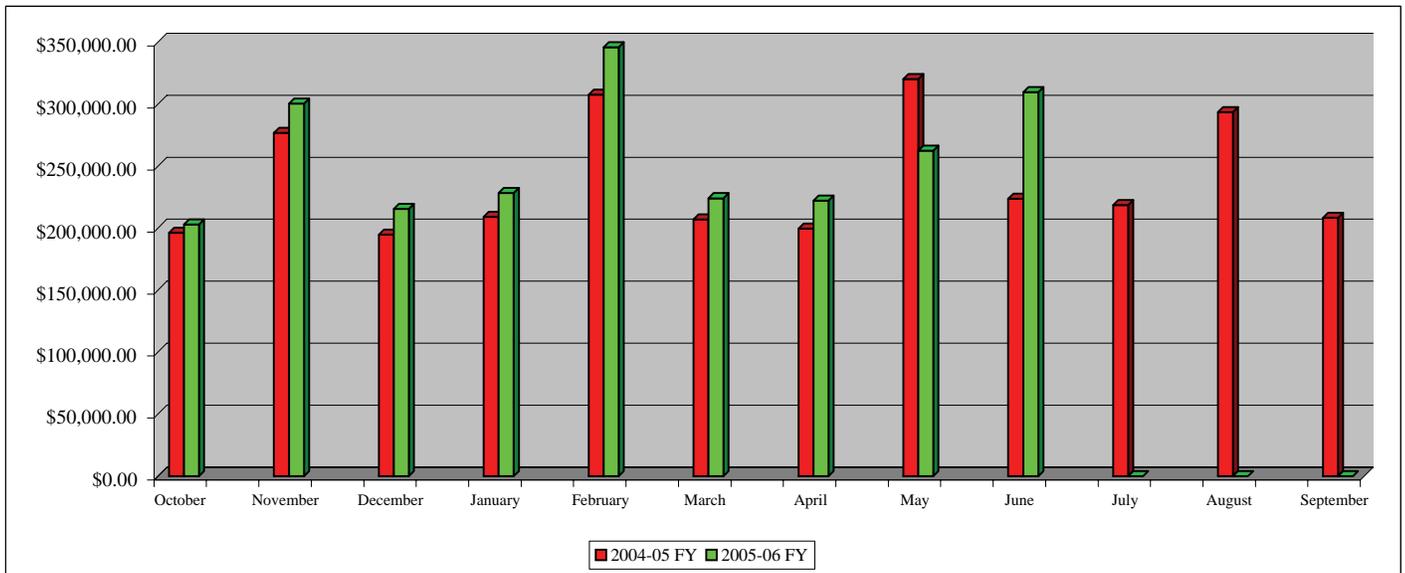
**City of Copperas Cove, Texas**  
**2005 Certificates of Obligation**  
**Water Projects**  
**As of June 30, 2006**

Account	Description	Budget	As of	
			FY 2004-05	FY 2005-06
<b>Beginning Fund Balance</b>				
93-300-0001		\$ -	\$ -	\$ -
<b>Revenues</b>				
93-390-1003	Bond Proceeds	\$ 3,080,000	\$ -	\$ 3,050,000
93-340-2001	Miscellaneous Revenue	-	-	-
93-370-6001	Interest Revenue	-	-	87,747
<b>Total Revenues</b>		<b>\$ 3,080,000</b>	<b>\$ -</b>	<b>\$ 3,137,747</b>
<b>Expenditures</b>				
93-4616-5100-xxxx	Salary/Benefits	\$ -	\$ -	\$ 458
93-4616-8500-8600	Issuance Costs	89,000	-	62,050
93-466-8500-9032	East Pump Station	1,380,000	-	-
93-4616-8500-9034	Turkey Run Pump Station	868,000	-	-
93-4616-8500-9036	Hogg Mountain Water Tank	743,000	-	85,290
<b>Total Expenditures</b>		<b>\$ 3,080,000</b>	<b>\$ -</b>	<b>\$ 147,798</b>
<b>Ending Fund Balance</b>				
93-253-0990		<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,989,949</b>

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
SCHEDULE OF SALES TAX COLLECTIONS  
(WITH COMPARATIVE COLLECTIONS IN FY 2004-05)  
As of June 30, 2006 (FY 2005-06)**

<b>Fiscal Year 2004-05</b>	<b>City's Revenue</b>	<b>EDC's Revenue</b>	<b>Total Sales Tax</b>	<b>Fiscal Year 2005-06</b>	<b>City's Revenue</b>	<b>EDC's Revenue</b>	<b>Total Sales Tax</b>
October	\$130,930.31	\$65,465.16	\$196,395.47	October	\$135,247.73	\$67,623.87	\$202,871.60
November	\$184,613.28	\$92,306.64	\$276,919.92	November	\$200,388.35	\$100,194.18	\$300,582.53
December	\$129,914.93	\$64,957.47	\$194,872.40	December	\$143,751.05	\$71,875.53	\$215,626.58
January	\$139,414.46	\$69,707.23	\$209,121.69	January	\$152,262.52	\$76,131.26	\$228,393.78
February	\$205,090.04	\$102,545.02	\$307,635.06	February	\$230,595.81	\$115,297.91	\$345,893.72
March	\$138,007.42	\$69,003.71	\$207,011.13	March	\$149,432.10	\$74,716.05	\$224,148.15
April	\$133,090.20	\$66,545.10	\$199,635.30	April	\$148,140.56	\$74,070.28	\$222,210.84
May	\$213,450.70	\$106,725.35	\$320,176.05	May	\$175,068.83	\$87,534.42	\$262,603.25
June	\$149,105.92	\$74,552.96	\$223,658.88	June	\$206,483.90	\$103,241.95	\$309,725.85
July	\$145,828.12	\$72,914.06	\$218,742.18	July		\$0.00	\$0.00
August	\$195,755.39	\$97,877.70	\$293,633.10	August		\$0.00	\$0.00
September	\$138,967.02	\$69,483.51	\$208,450.53	September		\$0.00	\$0.00
<b>Total</b>	<b>\$1,904,167.79</b>	<b>\$952,083.90</b>	<b>\$2,856,251.70</b>	<b>Total</b>	<b>\$1,541,370.85</b>	<b>\$770,685.43</b>	<b>\$2,312,056.28</b>

NOTE - Total revenues collected for sales tax by the month ending June 30, 2006, in FY 2005-06 was \$2,312,056.28 (\$1,541,370.85 City's revenues and \$770,685.43 EDC's revenues); total revenues collected for sales tax by the month ending June 30, 2005 in FY 2004-05 was \$2,135,425.89 (\$1,423,617.26 City's revenues and \$711,808.63 EDC's revenues).



**TO: Mayor/City Council**  
**FROM: Andrea Gardner, Assistant City Manager**  
**CC: Steven J. Alexander, City Manager**  
**DATE: August 24, 2006**  
**RE: Financial Statements for Month Ending June 30, 2006**

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Presented below is an overview of the information contained in the attached internal financial reports for the month ending June 30, 2006. The focus of this internal financial report is to provide both the elected officials and management within our organization with information on current financial performance. This financial information can also be used for future planning purposes (i.e. preparation of the operating budget). The reports and this overview are designed to monitor compliance with the annual operating budget. By monitoring budget compliance on a regular basis, management is given the opportunity to make necessary adjustments and/or decisions that can help improve the financial position.

This overview focuses on the major operating funds of the City. The funds highlighted below include the General Fund, Water & Sewer Fund, Solid Waste Fund, Drainage Utility Fund, Golf Course Fund, Debt Service Fund, Special Revenue Funds and Capital Projects Funds.

The General Fund's ability to exceed ideal fund balance requirements is indicative of the overall health of the fund. As reported in previous months, the revenues in the general fund continue to prosper at a rate greater than the expenditures. The year-to-date revenues in the general fund exceeded the year-to-date expenditures by \$1,017,847. As the charts below indicate, the actual year to date revenue is 82.89% of the total budget while the expenditures have reached 74.04% of total budget.

The total revenues for the month of June 2006 are \$656,013 below the total expenditures. Because property tax revenue comprises 53% of the total General Fund revenue and a large percent of the property taxes are collected between December and February of each fiscal year, it is expected the revenues collected during the remaining months of the fiscal year will be below the expenditures.

Conversely, the Police and Parks and Recreation Departments incur a fair amount of its annual expenses during the later part of the fiscal year, thus contributing to the difference in revenues and expenses in the later months of the fiscal year. The public safety and the community services functions comprise 59% and 11%, respectively, of the total General Fund expenditure budget.

The ending fund balance in the General Fund is \$3,938,917, exceeding ideal fund balance by \$1,023,411.

### General Fund Revenues

Revenue Category	Total Budget	June 2006 Year to Date	% Budget
Taxes	8,307,708	7,154,855	86.12%
Licenses & Permits	172,185	177,599	103.14%
Services & Charges	645,500	563,793	87.34%
Fines & Forfeitures	965,779	571,901	59.22%
Administrative Reimbursement	1,253,000	939,750	75.00%
Miscellaneous	300,343	244,581	81.43%
<b>TOTAL REVENUE</b>	<b>11,644,515</b>	<b>9,652,479</b>	<b>82.89%</b>

### General Fund Expenditures

Expenditure Function	Total Budget	June 2006 Year to Date	% Budget
General Government	1,338,347	998,749	74.63%
Public Safety	6,919,555	5,161,814	74.60%
Community Services	1,270,092	922,044	72.60%
Public Works	1,120,352	785,603	70.12%
Internal Service	370,284	278,595	75.24%
Building Development	303,860	227,268	74.79%
Non-Departmental	339,532	260,562	76.74%
<b>TOTAL EXPENDITURES</b>	<b>11,662,022</b>	<b>8,634,632</b>	<b>74.04%</b>

### General Fund Property Tax Revenues

Reporting Month	Current Ad Valorem	Delinquent Ad Valorem	Penalty & Interest	Total Property Taxes
October 2005	131,169	8,663	1,654	141,486
November 2005	152,055	5,478	1,756	159,289
December 2005	914,741	5,722	3,752	924,215
January 2006	3,228,065	4,813	1,524	3,234,402
February 2006	433,249	1,509	6,049	440,807
March 2006	66,981	3,533	5,955	76,469
April 2006	26,361	6,712	3,611	36,684
May 2006	31,544	1,666	4,619	37,829
June 2006	17,507	2,885	3,247	23,639
<b>TOTALS</b>	<b>5,001,672</b>	<b>40,981</b>	<b>32,167</b>	<b>5,074,820</b>

The financial health of the Water & Sewer fund continues to thrive, which is evidenced by the increase in fund balance that exceeds the ideal fund balance. In May 2006 the fund balance exceeded ideal fund balance by \$558,367 and in June 2006 the fund balance exceeded ideal fund balance by \$829,392.

Total revenues in the Water & Sewer Fund year-to-date were \$5,737,195. Water revenues are 52.48% and sewer revenues are 41.78% of the total year-to-date revenues in the Water & Sewer Fund. The increase in water revenues from May 2006 to June 2006 was \$13,172. While this change was an increase over May, a much larger increase was anticipated. City staff took immediate action to determine the cause for the slight increase, and made necessary adjustments.

Total year-to-date expenditures in the Water & Sewer Fund were \$4,526,563. The increase in total expenditures from May 2006 to June 2006 was \$432,579. This increase is primarily due to salaries including three pay periods for the month as opposed to the normal two pay periods per month.

The ending fund balance in the Water & Sewer Fund is \$2,743,230, which exceeds ideal fund balance by \$829,392.

### Water & Sewer Fund Revenues

Revenue Category	Total Budget	June 2006 Year to Date	% Budget
Water Revenue	4,171,817	3,011,044	72.18%
Sewer Revenue	3,219,571	2,397,263	74.46%
Late Charge for Billing	200,000	158,807	79.40%
Interest Earnings	97,500	80,374	82.44%
Miscellaneous	153,200	180,067	117.54%
Senior Discount	(121,500)	(90,360)	74.37%
<b>TOTALS</b>	<b>7,720,588</b>	<b>5,737,195</b>	<b>74.31%</b>

### Water & Sewer Fund Expenditures

Department	Total Budget	June 2006 Year to Date	% Budget
W & S Administration	132,741	99,574	75.01%
Utility Administration	519,563	398,522	76.70%
Water Distribution	987,933	736,181	74.52%
Sewer Collection	418,881	271,529	64.82%
Wastewater Treatment	889,563	697,505	78.41%
Composting	162,829	85,235	52.35%
Non-Departmental	4,543,841	2,238,016	49.25%
<b>TOTALS</b>	<b>7,655,351</b>	<b>4,526,563</b>	<b>59.13%</b>

The Solid Waste Fund continues to improve its financial position. The fund balance for month ending June 30, 2006 is below ideal fund balance by \$114,959.

Revenues in the Solid Waste Fund experienced a slight decrease from May 2006 to June 2006. Year-to-date revenues in June 2006 totaled \$2,090,134 compared to \$1,851,765 in May 2006. Actual revenues recorded for the month of June 2006 were \$238,370 and \$240,851 for May 2006. This is a decrease of \$2,481 of which \$998 was from recycling revenue.

Year-to-date expenditures in the Solid Waste Fund are \$1,740,578 for June 2006. The increase experienced in this fund is largely due to the recording of three pay periods in June instead of the normal two pay periods. In addition, the hauling and disposal costs increased from \$68,167 in May 2006 to \$82,010 in June 2006.

The ending fund balance in the Solid Waste Fund is \$500,211, which is below ideal fund balance by \$114,959. This is an improvement over May 2006 of \$10,285.

### Solid Waste Fund Revenues

Revenue Category	Total Budget	June 2006 Year to Date	% Budget
Garbage Collection Fees	2,170,188	1,615,031	74.42%
Sanitary Landfill Fees	274,000	307,102	112.08%
Senior Discount	(35,000)	(26,440)	75.54%
Recycling Proceeds	32,000	19,883	62.13%
Interest	40,000	15,873	39.68%
Late Charge for Billing	92,000	79,403	86.31%
Miscellaneous	45,665	79,282	173.62%
<b>TOTALS</b>	<b>2,618,853</b>	<b>2,090,134</b>	<b>79.81%</b>

### Solid Waste Fund Expenditures

Department	Total Budget	June 2006 Year to Date	% Budget
Administration	193,847	141,092	72.79%
Residential Collection	257,571	190,302	73.88%
Recycling Collection	101,383	63,794	62.92%
Brush Collection	129,793	84,452	65.07%
Commercial Collection	328,371	232,304	70.74%
Transfer Station	867,320	696,299	80.28%
KCCB	24,200	8,718	0.00%
Non-Departmental	558,195	323,617	57.98%
<b>TOTALS</b>	<b>2,460,680</b>	<b>1,740,578</b>	<b>70.74%</b>

The Copperas Cove Municipal Drainage Utility System was declared a public utility in 1991 and included in the City Charter under section 11-4.5. At that time the Drainage Utility Fund was created to account for the receipts of the drainage assessment fees and expenditures incurred. Currently, the Drainage Utility Fund balance exceeds ideal fund balance by \$510,738 and is considered to be in good financial health.

Revenues for the month of June totaled \$70,654 increasing the year-to-date revenues to \$613,165. The total revenue budget is \$782,010. The total revenues collected year-to-date is 78.41% of the total revenue budget. Fluctuations in revenue for this fund are minor from month to month since the major source of revenue for this fund is the drainage fee collected. The changes that are recorded are primarily due to changes in the number of customers.

Expenditures of \$53,600 for the month June exceed May expenditures by \$28,851. \$18,255 was for the purchase of equipment and \$6,528 was recorded for the third payroll in June.

The ending fund balance for the Drainage Utility Fund is \$730,178, which is \$510,738 over ideal fund balance.

#### Drainage Utility Fund Revenues

Revenue Category	Total Budget	June 2006 Year to Date	% Budget
Drainage Utility Fee	760,000	587,323	77.28%
Miscellaneous	2,010	2,262	0.00%
Interest	20,000	23,579	117.90%
<b>TOTALS</b>	<b>782,010</b>	<b>613,165</b>	<b>78.41%</b>

The Golf Course Fund balance position improved slightly over June 2005. In June 2006, the fund balance was under ideal fund balance by \$240,294 and for the same period last year it was under ideal fund balance by \$246,494. Although the fund balance is an improvement over June 2005 it is a decline in position when compared to the previous month. In May 2006 the amount fund balance was under ideal was \$196,188 and in June that amount increased to \$240,294.

Revenues increased by \$51,703 from \$489,022 in May 2006 to \$540,725 in June 2006; however, the expenditures increased by \$95,809. As a result, pro shop inventory purchases were limited to essential items only (i.e. golf balls, tees, etc.). New revenue generating methods were also implemented (i.e. Wednesday evening 9-hole scramble).

The position of this fund is expected to see improvement in the month of July. The ending fund balance for the Golf Course Fund is (\$67,703).

The Special Revenue Funds year-to-date revenues are \$272,701 for June 2006 and the year-to-date expenditures are \$236,529.

The Hotel/Motel expenditures recorded are \$2,850 for Boys and Girls Club expenditure reimbursements and \$21,000 for the purchase of banquet chairs at the Civic Center. The Court Security expenditures included purchases for security equipment in the amount of \$6,500.

The ending fund balance for the Special Revenue Funds is \$635,525.

The Debt Service Fund experienced little change in its financial position from May 2006 to June 2006. The ending fund balance in May was \$866,082 and the ending fund balance in June is \$873,332.

The Capital Projects Funds ending fund balance decreased by \$382,579 from May 2006 to June 2006. The largest increase in expenses was recorded in the 2003 Certificates of Obligation Water/Wastewater Phase III Fund. Big Divide Water Line Project accounted for \$318,446 of those expenses.

The ending fund balance for the Capital Projects Funds is \$8,355,844.

The short term strategies continue to include:

- Complete audits for all hotels and motels as permitted by City Charter to ensure compliance.

- Complete the implementation of the Delinquent Court Collections by independent law firm.

- Monitor and Report on the progress of the EMS Billing Outsourcing.

- Implement monthly payment option for annual golf course membership dues/fees.

- Complete review and placement of investments with other investment sources.

- Continue to monitor expenditures.

In conclusion, the City enters the next month of the fiscal year with a surplus in each of the major funds with the exception of the Solid Waste and Golf Course Funds. Although the Golf Course Fund has encountered a minor set back, staff continues to monitor the activities of this fund and make the necessary adjustments to keep the fund moving in a positive direction. As mentioned in the May 2006 Financial Report, historically the Golf Course Fund produces the majority of its annual revenue during the summer months of the year and the annual membership fees are collected in the month of September.